

ST. CROIX COUNTY, WISCONSIN

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2011

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
St. Croix County
Hudson, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of St. Croix County, Wisconsin (County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the County Board and management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the County's management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of St. Croix County, Wisconsin as of December 31, 2011, and the respective changes in the financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

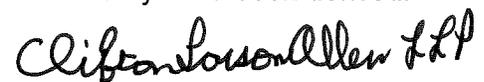
As discussed in the notes to the financial statements, the County adopted the provisions of Government Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of and for the year ended December 31, 2011. Adoption of this statement results in significant changes to the classification of the components of fund balances in its governmental fund types. See Note 7 for the restatement of some fund balances.

In accordance with Government Auditing Standards, we have also issued our report dated July 31, 2012 on our consideration of St. Croix County's internal control over financial reporting and our tests on its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of that testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

County Board
St. Croix County, Wisconsin

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of funding progress – other postemployment benefit plan on pages 3 to 13, 55 to 57, and 58, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise St. Croix County's basic financial statements. The combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the County's basic financial statements for the year ended December 31, 2010 which are not presented with the accompanying financial statements. In our report dated July 27, 2011, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The 2010 individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2010 financial statements. The information has been subjected to the auditing procedures applied in the audit of those financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2010 individual and combining fund statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
July 31, 2012

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

As management of St. Croix County (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of St. Croix County for the fiscal year ended December 31, 2011. Readers are encouraged to consider the information presented here in conjunction with additional information that has been furnished in the County's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets of St. Croix County exceeded its liabilities at the close of the most recent fiscal year by \$120,978,208 (net assets). Of this amount, \$86,510,404 represented the County's investment in capital assets, net of related debt, \$5,757,528 was held for restricted purposes, and \$28,710,276 was unrestricted. The unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.
- During the fiscal year, the County's total net assets increased by \$1,543,767. Net assets related to the business-type activities of the County decreased \$267,188, while net assets related to governmental activities increased \$1,810,955.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$23,633,944 a decrease of \$1,560,651 over the previous year. This decrease was primarily due to spending of bond proceeds received in the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$12,780,147 or 39.6 percent of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to St. Croix County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements are designed to provide readers with a broad overview of St. Croix County's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of St. Croix County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

Both of the government-wide financial statements distinguish functions of St. Croix County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, transportation, sanitation, health and human services, conservation and development, and culture, recreation, and education. The business-type activities of the County include a nursing home and the highway department.

The government-wide financial statements can be found beginning on page 14 of this report.

Fund Financial Statements. These statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. St. Croix County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

St. Croix County maintains four governmental fund types: 1) General, 2) Special Revenue, 3) Debt Service, and 4) Capital Projects. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, health and human services special revenue fund, and the debt service fund, which are considered to be major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found beginning on page 16 of this report.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

Proprietary Funds. St. Croix County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its Nursing Home and Highway department. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. St. Croix County uses internal service funds to account for its Self-funded Workers Compensation, Self-Funded Health Insurance and Self-Funded Liability Insurance. Because these services benefit both governmental and business-type functions, they have been allocated to both functions in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Nursing Home and Highway department, which are both considered major funds. Conversely, the five internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 20 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from fiduciary funds are combined into a single aggregate presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on page 26 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on page 27 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund budget. Required supplementary information can be found beginning on page 55 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information on the general fund budget. Combining fund statements and schedules can be found beginning on page 59 of this report.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of St. Croix County, assets exceeded liabilities by \$120,978,208 at the close of the most recent fiscal year. The largest portion of St. Croix County's net assets (71.5 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

St. Croix County's Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current Assets	\$ 58,443,806	\$ 60,331,078	\$ 8,149,900	\$ 6,431,292	\$ 66,593,706	\$ 66,762,370
Capital Assets	90,758,555	89,355,792	10,735,510	10,994,593	101,494,065	100,350,385
Other Noncurrent Assets	1,073,971	865,449	(206,145)	29,335	867,826	894,784
Total Assets	150,276,332	150,552,319	18,679,265	17,455,220	168,955,597	168,007,539
Long-Term Obligations	10,494,883	11,848,975	1,050,714	931,940	11,545,597	12,780,915
Other Liabilities	32,432,209	33,165,059	3,999,583	2,627,124	36,431,792	35,792,183
Total Liabilities	42,927,092	45,014,034	5,050,297	3,559,064	47,977,389	48,573,098
Net Assets:						
Invested in Capital Assets, Net of Related Debt	85,467,511	85,117,814	10,735,510	10,994,593	96,203,021	96,112,407
Restricted	1,674,990	3,124,285	16,568	832,003	1,691,558	3,956,288
Unrestricted	20,206,739	17,296,186	2,876,890	2,069,560	23,083,629	19,365,746
Total Net Assets	\$ 107,349,240	\$ 105,538,285	\$ 13,628,968	\$ 13,896,156	\$ 120,978,208	\$ 119,434,441

An additional portion of St. Croix County's net assets (4.8 percent) represents resources that are subject to other restrictions on how they may be used. The remaining \$28,710,276 of total net assets (23.7 percent) may be used to meet the County's ongoing obligations to citizens and creditors. It is important to note that \$12,007,816 of the unrestricted net assets is related to the County's business-type activities. Consequently, they generally may not be available to fund governmental activities.

The County's net assets increased \$1,543,767 during the current fiscal year. The increase consisted of a decrease in net assets related to business-type activities in the amount of \$267,188 which is primarily attributable to a decrease in charges for services in the highway and nursing home funds; and an increase in net assets related to governmental activities in the amount of \$1,810,955, which is primarily a result of the excess of funding of capital assets and debt repayment over depreciation expense for the year.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

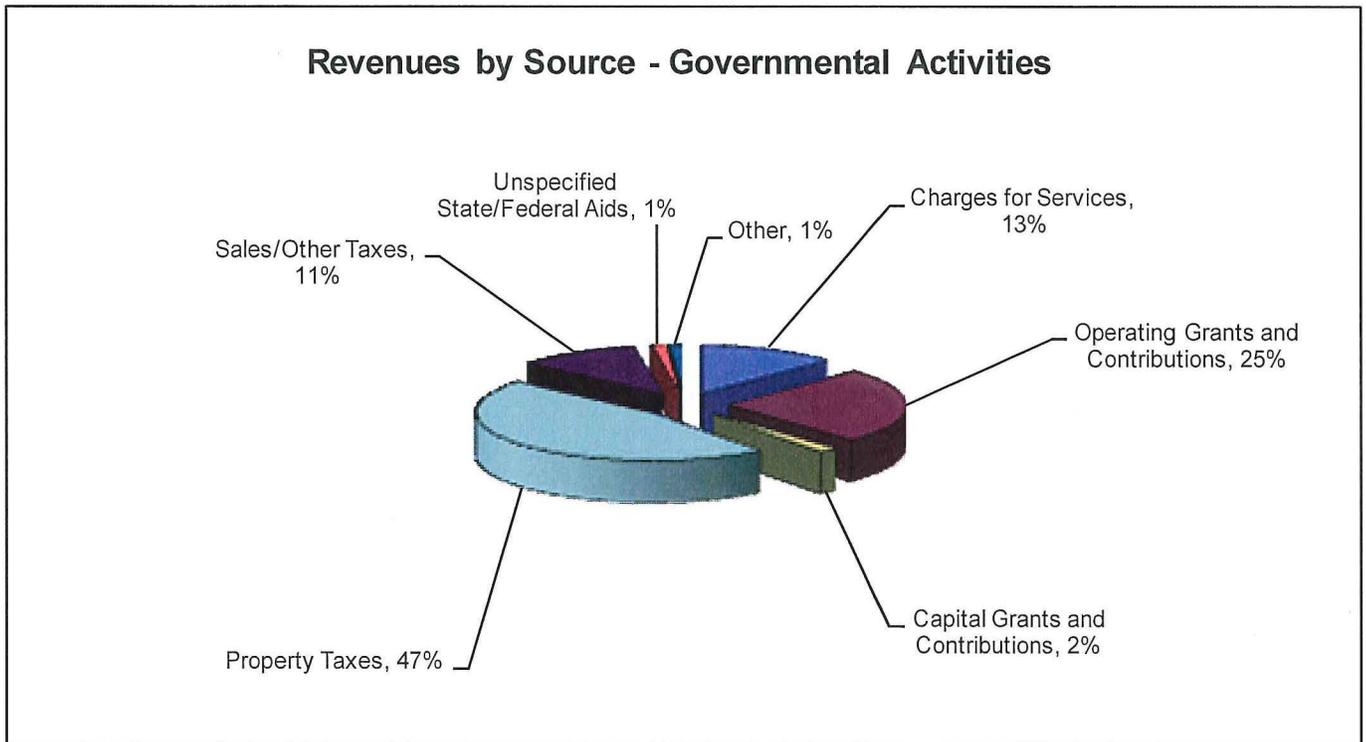
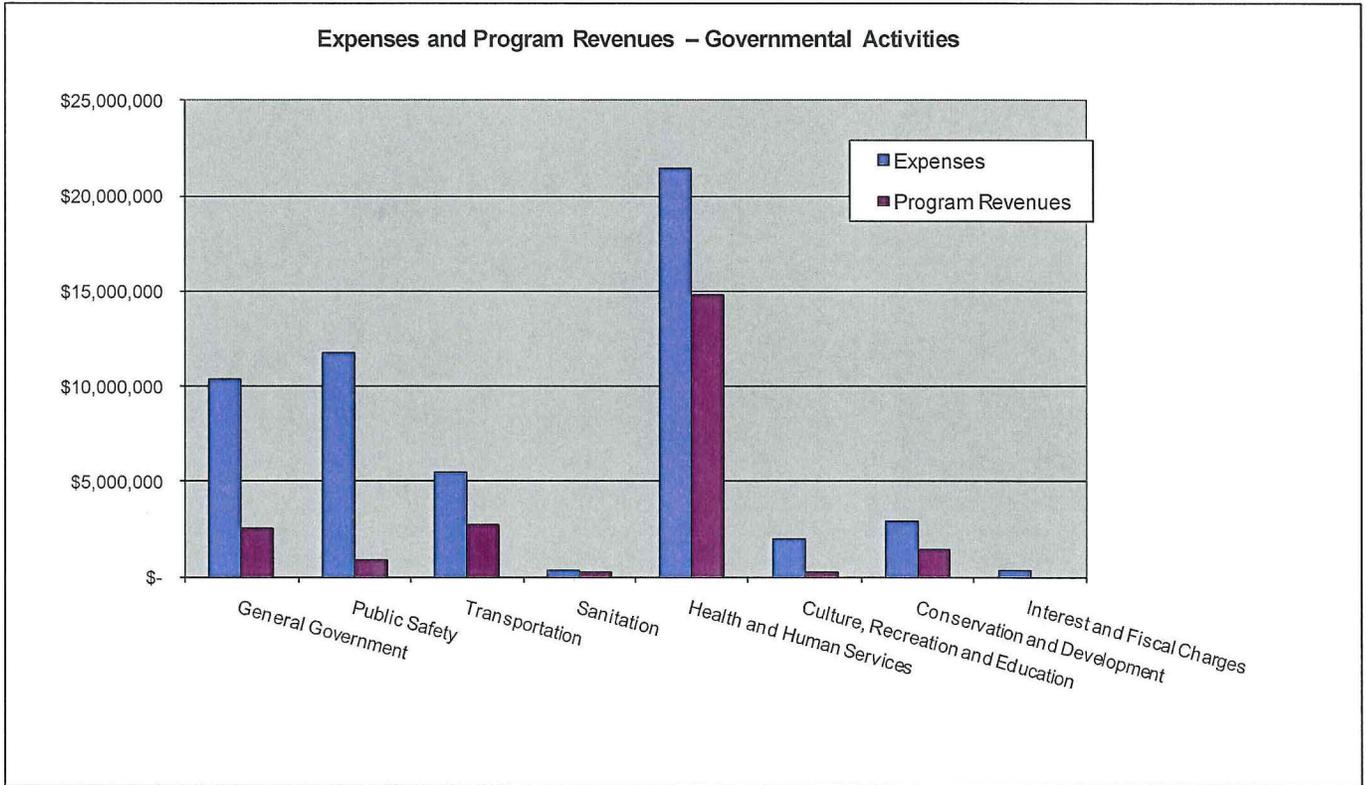
The following is a summary of the changes in the County's net assets for the year ending December 31:

St. Croix County's Changes in Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
REVENUES						
Program Revenues:						
Charges for Services	\$ 7,287,984	\$ 7,375,572	\$ 19,155,827	\$ 19,622,956	\$ 26,443,811	\$ 26,998,528
Operating Grants and Contributions	14,724,748	15,021,707	1,173,242	2,087,334	15,897,990	17,109,041
Capital Grants and Contributions	978,402	24,041	-	-	978,402	24,041
General Revenues:						
Property Taxes	27,068,687	26,707,176	369,019	616,131	27,437,706	27,323,307
Sales and Other Taxes	6,469,560	6,592,064	-	-	6,469,560	6,592,064
State and Federal Aids not Restricted to Specific Programs	740,047	683,744	-	-	740,047	683,744
Other	717,417	483,184	33,944	21,304	751,361	504,488
Total Revenues	57,986,845	56,887,488	20,732,032	22,347,725	78,718,877	79,235,213
EXPENSES						
General Government	10,347,936	10,261,665	-	-	10,347,936	10,261,665
Public Safety	11,731,369	11,195,078	-	-	11,731,369	11,195,078
Transportation	5,479,791	7,767,272	-	-	5,479,791	7,767,272
Sanitation	303,653	343,072	-	-	303,653	343,072
Health and Human Services	21,428,995	21,298,177	-	-	21,428,995	21,298,177
Culture, Recreation and Education	2,031,046	1,854,564	-	-	2,031,046	1,854,564
Conservation and Development	2,942,950	2,187,311	-	-	2,942,950	2,187,311
Interest and Fiscal Charges	327,178	334,699	-	-	327,178	334,699
Nursing Home	-	-	6,481,347	6,452,919	6,481,347	6,452,919
Highway Department	-	-	16,100,845	14,748,030	16,100,845	14,748,030
Total Expenses	54,592,918	55,241,838	22,582,192	21,200,949	77,175,110	76,442,787
Change in Net Assets before Transfers	3,393,927	1,645,650	(1,850,160)	1,146,776	1,543,767	2,792,426
Transfers	(1,582,972)	(79,290)	1,582,972	79,290	-	-
Change in Net Assets	\$ 1,810,955	\$ 1,566,360	\$ (267,188)	\$ 1,226,066	\$ 1,543,767	\$ 2,792,426

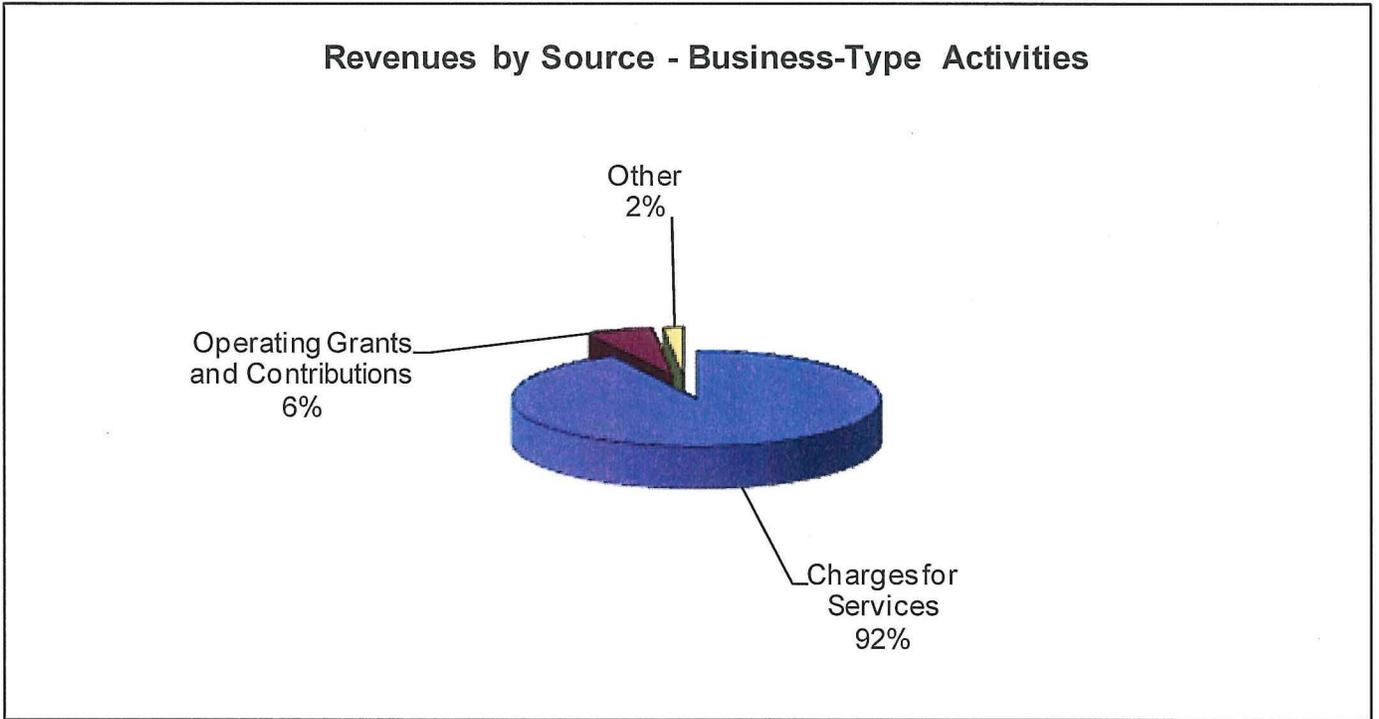
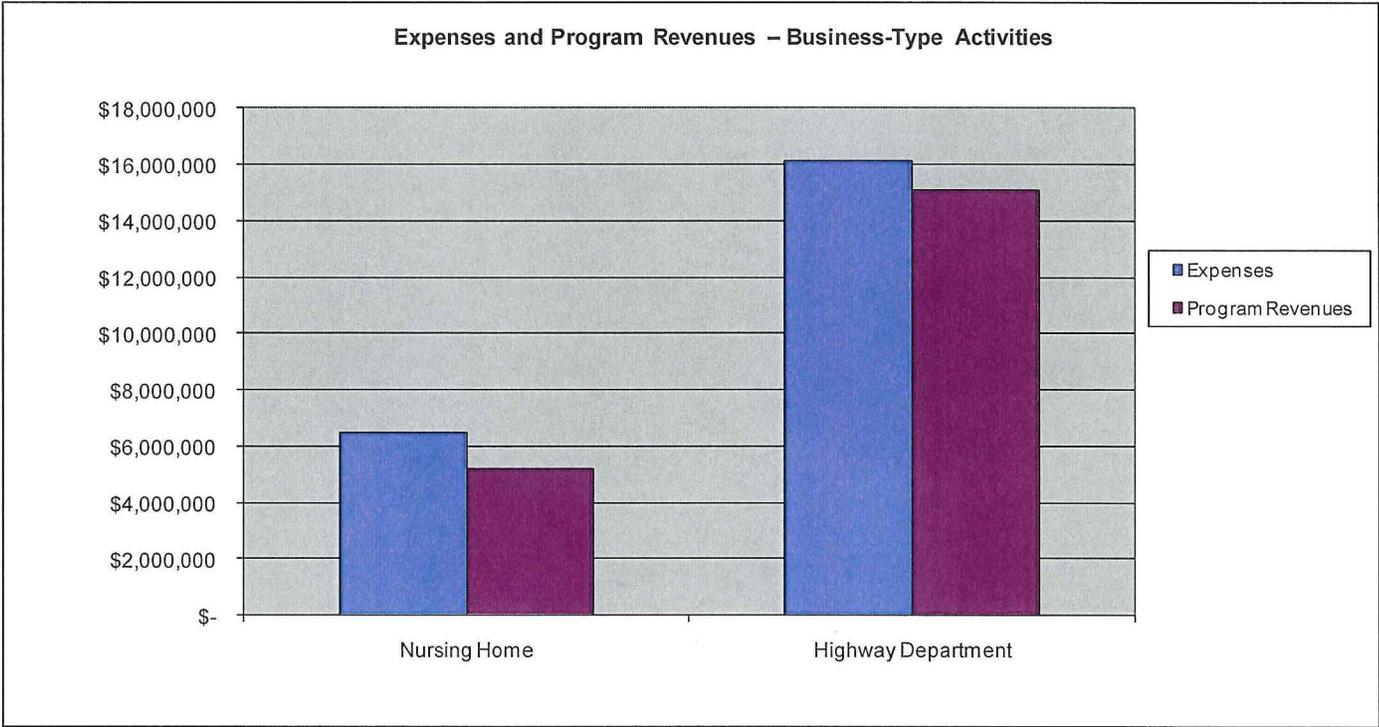
A review of the statement of activities can provide a concise picture of how the various functions/programs of St. Croix County are funded. The following charts draw data from the statement of activities. For governmental services the County is highly dependent on property taxes (47 percent) and operating grants/contributions (25 percent) for funding.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**



**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

In the case of business-type activities, the data shows a considerably different picture. Charges for services (92 percent) replace property taxes as the primary revenue.



**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

As noted earlier, St. Croix County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information regarding near-term inflows, outflows and balances of spendable resources. Such information can be useful in assessing St. Croix County's financing requirements. In particular, the level of unrestricted fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2011, the County's governmental funds reported combined ending fund balances of \$23,633,944 a decrease of \$1,560,651 over the previous year. Of this total, \$6,011,910 is restricted or nonspendable for specific legal requirements and other outside requirements, leaving total unrestricted governmental fund balances of \$17,622,034 available for spending at the discretion of the County. As the result of past actions and policy decisions and the nature of individual funds comprising the balances, \$4,844,053 of these unrestricted balances have been segregated or otherwise committed and assigned for specific uses, leaving an unassigned fund balance of \$12,777,981.

The general fund is the primary operating fund used to account for the governmental operations of St. Croix County. As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unassigned fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 58.3% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 39.8% of the same amount.

The general fund's total fund balance increased \$453,798 during the year, which is the result of positive budget variances in both revenues and expenditures and sales tax revenues in excess of amounts applied to the 2011 budget.

The health and human services fund's total fund balance decreased \$40,198 during the year, which is the result of a positive net budget variance of approximately \$959,000 less a transfer out of \$1,000,000.

The debt service funds have a total fund balance deficit of \$2,166, which will be funded by taxes and transfers in future years.

The aggregated other governmental funds column includes various special revenue funds and the capital projects fund. The accumulated fund balances of these funds decreased \$1,864,078 due to prior year bond proceeds spent in the capital project fund. These funds are individually detailed in the supplementary information section of this report.

Proprietary Funds

St. Croix County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As of December 31, 2011, the Nursing Home Fund operation reported net assets of \$881,617, a decrease of \$742,699 over the previous year. The Highway Fund operation reported net assets of \$12,225,422, an increase of \$770,101 over the previous year. Other factors concerning the finances of these two funds have been addressed in the discussion of the County's business-type activities.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final budget reflects a planned decrease in the general fund balance during 2011, however the County ended the year with positive budget variance for both revenues and expenditures resulting in an increase in fund balance. Revenues were \$1,004,057 more than the budgeted amounts while expenditures were \$663,145 less than budgeted amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

St. Croix County's investment in capital assets for its governmental and business-type activities as of December 31, 2011, amounts to \$101,494,065 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net increase in the governmental activities capital assets was \$1,402,763, which is mainly due to the increase in highway infrastructure. The business-type activities capital assets decreased by \$259,083 (net of accumulated depreciation).

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$ 1,241,310	\$ 1,241,310	\$ 373,843	\$ 373,843	\$ 1,615,153	\$ 1,615,153
Land Improvements	723,231	808,429	282,078	301,450	1,005,309	1,109,879
Gravel Pits and Quarries	-	-	336,187	374,101	336,187	374,101
Buildings and Improvements	11,065,764	11,663,971	2,252,674	2,427,513	13,318,438	14,091,484
Equipment and Vehicles	2,816,094	3,107,802	7,486,804	7,464,093	10,302,898	10,571,895
Highway Infrastructure	70,392,478	69,857,494	-	-	70,392,478	69,857,494
Other Infrastructure	517,735	543,159	-	-	517,735	543,159
Construction-in-Progress	4,001,943	2,133,627	3,924	53,593	4,005,867	2,187,220
Total	<u>\$ 90,758,555</u>	<u>\$ 89,355,792</u>	<u>\$ 10,735,510</u>	<u>\$ 10,994,593</u>	<u>\$ 101,494,065</u>	<u>\$ 100,350,385</u>

Additional information related to the County's capital assets is reported in Note 3.C following the financial statements.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Long-Term Obligations

At December 31, 2011, St. Croix County had outstanding \$11,545,597 of long-term debt and other long-term obligations. A summary detail of this amount, together with the percent change from the previous year, is shown below:

St. Croix County Outstanding Long-Term Obligations							
	Governmental Activities		Business-Type Activities		Total Outstanding		% Change
	2011	2010	2011	2010	2011	2010	
General Obligation Debt:							
Bonds	\$ 690,000	\$ 1,020,000	\$ -	\$ -	\$ 690,000	\$ 1,020,000	(32.4)%
Notes	6,810,000	8,100,000	-	-	6,810,000	8,100,000	(15.9)
State Trust Fund Loans	66,841	140,839	-	-	66,841	140,839	(52.5)
Premium (Discount)	34,532	44,845	-	-	34,532	44,845	(23.0)
Other Long-Term Obligations:							
Employee Leave	2,457,088	2,241,466	931,735	849,936	3,388,823	3,091,402	9.6
Other Postemployment Benefits Payable	436,422	301,825	118,979	82,004	555,401	383,829	44.7
Total Debt	\$ 10,494,883	\$ 11,848,975	\$ 1,050,714	\$ 931,940	\$ 11,545,597	\$ 12,780,915	

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a county may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of the County outstanding at December 31, 2011 totaled \$7,566,841, approximately 2.06% of the maximum legal limit of \$366,783,515. Additional information on St. Croix County's long-term debt is reported in Note 3.E following the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The economic condition and outlook of the County is still fairly good. While the County has seen a significant slowing in growth as a result of the current economy, the future outlook is still good based on ample available land and the County's proximity to Minneapolis and St. Paul, Minnesota. According to the U. S. Census Bureau, St. Croix County saw a 33.6% growth in residents during the past ten years.

For 2011, all Wisconsin Counties were mandated by state statute, to limit property tax increases to 0% or net new construction growth, whichever was greater. The net new construction growth in St. Croix County was 0.56% for 2011. Equalized value of the County decreased by \$1,080,616,100 to a new value of \$7,335,670,300.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of St. Croix County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the St. Croix County, Finance Director, 1101 Carmichael Road, Hudson, Wisconsin 54016.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF NET ASSETS
DECEMBER 31, 2011**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Totals</u>
ASSETS			
Cash and Investments	\$ 21,223,161	\$ 5,056,069	\$ 26,279,230
Investment in Public Entity Risk Pool	720,214	-	720,214
Taxes Receivable	31,309,582	130,109	31,439,691
Accounts Receivable	2,111,273	472,969	2,584,242
Due from Other Governments	3,770,244	852,466	4,622,710
Internal Balances	233,508	(233,508)	-
Prepaid Items	21,434	-	21,434
Inventories	8,112	1,638,287	1,646,399
Deferred Charges	79,225	-	79,225
Restricted Assets:			
Cash and Investments	41,024	27,363	68,387
Capital Assets:			
Capital Assets Not Being Depreciated	5,243,253	713,954	5,957,207
Capital Assets Being Depreciated	138,898,636	25,602,733	164,501,369
Accumulated Depreciation	<u>(53,383,334)</u>	<u>(15,581,177)</u>	<u>(68,964,511)</u>
Total Assets	<u>150,276,332</u>	<u>18,679,265</u>	<u>168,955,597</u>
LIABILITIES			
Vouchers and Accounts Payable	1,116,091	644,061	1,760,152
Accrued Payroll	1,389,187	552,433	1,941,620
Accrued Payables	830,876	2,306,640	3,137,516
Payroll Deductions	323,029	-	323,029
Accrued Interest	88,830	-	88,830
Due to Other Governments	889,982	-	889,982
Deferred Revenues	27,722,421	485,821	28,208,242
Special Deposits	71,793	10,628	82,421
Long-Term Liabilities:			
Amount Due Within One Year	1,911,952	153,410	2,065,362
Amounts Due in More than One Year	<u>8,582,931</u>	<u>897,304</u>	<u>9,480,235</u>
Total Liabilities	<u>42,927,092</u>	<u>5,050,297</u>	<u>47,977,389</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	85,467,511	10,735,510	96,203,021
Restricted for:			
Capital Projects	1,305,329	-	1,305,329
Other Purposes	369,661	16,568	386,229
Unrestricted	<u>20,206,739</u>	<u>2,876,890</u>	<u>23,083,629</u>
Total Net Assets	<u>\$ 107,349,240</u>	<u>\$ 13,628,968</u>	<u>\$ 120,978,208</u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2011**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities:							
General Government	\$ 10,347,936	\$ 1,957,849	\$ 618,379	\$ -	\$ (7,771,708)	\$ -	\$ (7,771,708)
Public Safety	11,731,369	578,542	293,379	-	(10,859,448)	-	(10,859,448)
Transportation	5,479,791	-	1,798,806	978,402	(2,702,583)	-	(2,702,583)
Sanitation	303,653	77,969	203,247	-	(22,437)	-	(22,437)
Health and Human Services	21,428,995	4,403,286	10,352,681	-	(6,673,028)	-	(6,673,028)
Culture, Recreation and Education	2,031,046	137,370	123,809	-	(1,769,867)	-	(1,769,867)
Conservation and Development	2,942,950	132,968	1,334,447	-	(1,475,535)	-	(1,475,535)
Interest and Fiscal Charges	327,178	-	-	-	(327,178)	-	(327,178)
Total Governmental Activities	54,592,918	7,287,984	14,724,748	978,402	(31,601,784)	-	(31,601,784)
Business-Type Activities:							
Nursing Home	6,481,347	4,749,149	480,535	-	-	(1,251,663)	(1,251,663)
Highway Department	16,100,845	14,406,678	692,707	-	-	(1,001,460)	(1,001,460)
Total Business-Type Activities	22,582,192	19,155,827	1,173,242	-	-	(2,253,123)	(2,253,123)
Total Primary Government	<u>\$ 77,175,110</u>	<u>\$ 26,443,811</u>	<u>\$ 15,897,990</u>	<u>\$ 978,402</u>	(31,601,784)	(2,253,123)	(33,854,907)
General Revenues:							
Taxes:							
Property Taxes					27,068,687	369,019	27,437,706
Sales Taxes					5,131,343	-	5,131,343
Other Taxes					1,338,217	-	1,338,217
State and Federal Aids Not Restricted to Specific Programs					740,047	-	740,047
Interest and Investment Earnings					347,917	18,944	366,861
Miscellaneous					310,260	15,000	325,260
Gain on Sale of Capital Assets					59,240	-	59,240
Total General Revenues					<u>34,995,711</u>	<u>402,963</u>	<u>35,398,674</u>
Change in Net Assets Before Transfers					3,393,927	(1,850,160)	1,543,767
Net Transfers					(1,582,972)	1,582,972	-
Change in Net Assets					1,810,955	(267,188)	1,543,767
Net Assets - Beginning of Year					105,538,285	13,896,156	119,434,441
Net Assets - End of Year					<u>\$ 107,349,240</u>	<u>\$ 13,628,968</u>	<u>\$ 120,978,208</u>

See accompanying Notes to Financial Statements.

FUND FINANCIAL STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011**

	General Fund	Health and Human Services Fund	Debt Service Fund	Other Governmental Funds	Totals
ASSETS					
Treasurer's Cash and Investments	\$ 13,949,031	\$ 41,024	\$ 134	\$ 3,346,892	\$ 17,337,081
Departmental Cash and Investments	217,569	5,037	-	6,066	228,672
Taxes Receivable	23,004,254	4,768,970	1,941,777	1,594,581	31,309,582
Accounts Receivable	499,850	1,051,742	-	559,681	2,111,273
Due from Other Governments	870,469	2,769,611	-	130,164	3,770,244
Due from Other Funds	1,049,802	-	-	-	1,049,802
Inventories	6,510	1,602	-	-	8,112
Prepaid Items	17,563	3,871	-	-	21,434
Investment in Public-Entity Risk Pool	720,214	-	-	-	720,214
Total Assets	<u>\$ 40,335,262</u>	<u>\$ 8,641,857</u>	<u>\$ 1,941,911</u>	<u>\$ 5,637,384</u>	<u>\$ 56,556,414</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Vouchers and Accounts Payable	\$ 436,127	\$ 359,138	\$ 2,300	\$ 174,570	\$ 972,135
Accrued Payroll	865,056	402,539	-	156,147	1,423,742
Payroll Deductions	323,029	-	-	-	323,029
Due to Other Governmental Units	440,905	449,077	-	-	889,982
Due to Other Funds	-	769,074	-	47,220	816,294
Deferred Revenues	19,412,488	5,469,968	1,941,777	1,601,262	28,425,495
Special Deposits	71,579	214	-	-	71,793
Total Liabilities	<u>21,549,184</u>	<u>7,450,010</u>	<u>1,944,077</u>	<u>1,979,199</u>	<u>32,922,470</u>
FUND BALANCES					
Nonspendable	4,331,447	5,473	-	-	4,336,920
Restricted	89,068	45,184	-	1,540,738	1,674,990
Committed	-	-	-	750,000	750,000
Assigned	1,585,416	1,141,190	-	1,367,447	4,094,053
Unassigned	12,780,147	-	(2,166)	-	12,777,981
Total Fund Balances	<u>18,786,078</u>	<u>1,191,847</u>	<u>(2,166)</u>	<u>3,658,185</u>	<u>23,633,944</u>
Total Liabilities and Fund Balances	<u>\$ 40,335,262</u>	<u>\$ 8,641,857</u>	<u>\$ 1,941,911</u>	<u>\$ 5,637,384</u>	<u>\$ 56,556,414</u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO GOVERNMENTAL ACTIVITIES
NET ASSETS
DECEMBER 31, 2011**

Total Fund Balances - Governmental Funds \$ 23,633,944

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Land	\$ 1,241,310	
Land Improvements	2,293,109	
Buildings and Improvements	23,094,532	
Machinery and Equipment	8,892,558	
Infrastructure	104,618,437	
Construction Work-in-Progress	4,001,943	
Accumulated Depreciation	<u>(53,383,334)</u>	90,758,555

Some receivables are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide statements:

Health and Human Services Receivables		703,074
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Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities consist of:

Bonds Payable	690,000	
Notes Payable	6,810,000	
State Trust Fund Loans Payable	66,841	
Accrued Interest	88,830	
Other Postemployment Benefit Plan	436,422	
Employee Leave Liability	<u>2,457,088</u>	(10,549,181)

Debt issuance and refinancing costs and discounts and premiums are deferred in the statement of net assets and amortized over the lives of the related debt. In the governmental funds these costs are considered expenditures/other financing uses when incurred. 44,693

The internal service funds are used by County management to charge the costs of the self-funded insurance programs to functions. The assets and liabilities of the self-funded insurance programs are allocated between governmental activities and business-type activities. 2,758,155

Net Assets of Governmental Activities \$ 107,349,240

ST. CROIX COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2011

	General Fund	Health and Human Services Fund	Debt Service Fund	Other Governmental Funds	Totals
REVENUES					
Taxes	\$ 24,890,971	\$ 5,106,969	\$ 1,811,657	\$ 1,758,429	\$ 33,568,026
Intergovernmental	4,697,053	7,621,071	-	2,453,370	14,771,494
Licenses and Permits	180,862	-	-	23,891	204,753
Fines and Forfeits	270,163	-	-	103,291	373,454
Public Charges for Services	2,009,471	2,168,339	-	2,626,297	6,804,107
Intergovernmental Charges for Services	410,225	40,820	-	-	451,045
Miscellaneous:					
Interest	294,875	-	-	37	294,912
Rent	48,384	4,792	-	-	53,176
Other	79,807	89,391	63,764	70,488	303,450
Total Revenues	<u>32,881,811</u>	<u>15,031,382</u>	<u>1,875,421</u>	<u>7,035,803</u>	<u>56,824,417</u>
EXPENDITURES					
General Government	9,576,834	-	-	124,725	9,701,559
Public Safety	11,120,316	-	-	21,997	11,142,313
Transportation	6,612,210	-	-	-	6,612,210
Sanitation	293,906	-	-	7,293	301,199
Health and Human Services	890,478	14,071,580	-	5,820,442	20,782,500
Culture, Recreation and Education	1,905,758	-	-	-	1,905,758
Conservation and Development	1,848,385	-	-	972,404	2,820,789
Capital Outlay	-	-	-	317,548	317,548
Debt Service:					
Principal Retirement	-	-	1,693,998	-	1,693,998
Interest and Fiscal Charges	-	-	346,596	-	346,596
Total Expenditures	<u>32,247,887</u>	<u>14,071,580</u>	<u>2,040,594</u>	<u>7,264,409</u>	<u>55,624,470</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	633,924	959,802	(165,173)	(228,606)	1,199,947
OTHER FINANCING SOURCES (USES):					
Proceeds from Sale of Capital Assets	29,480	-	-	2,500	31,980
Transfers In	-	-	55,000	-	55,000
Transfers Out	(209,606)	(1,000,000)	-	(1,637,972)	(2,847,578)
Total Other Financing Sources (Uses)	<u>(180,126)</u>	<u>(1,000,000)</u>	<u>55,000</u>	<u>(1,635,472)</u>	<u>(2,760,598)</u>
NET CHANGE IN FUND BALANCES	453,798	(40,198)	(110,173)	(1,864,078)	(1,560,651)
Fund Balances - Beginning of Year, as Restated	<u>18,332,280</u>	<u>1,232,045</u>	<u>108,007</u>	<u>5,522,263</u>	<u>25,194,595</u>
FUND BALANCES - END OF YEAR	<u>\$ 18,786,078</u>	<u>\$ 1,191,847</u>	<u>\$ (2,166)</u>	<u>\$ 3,658,185</u>	<u>\$ 23,633,944</u>

See accompanying Notes to Financial Statements.

ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO
THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2011

Net Change in Fund Balances - Total Governmental Funds \$ (1,560,651)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 5,805,580	
Depreciation Expense Reported in the Statement of Activities	<u>(4,360,308)</u>	1,445,272

In the statement of activities, only the gain (loss) on the disposal of capital assets is reported whereas in the governmental funds, the proceeds from sales increase financial resources and trade-ins are not reflected in capital outlays.

Gain (Loss) on Disposal of Capital Assets	59,240	
Proceeds from Sale of Capital Assets and Insurance Proceeds	<u>(101,749)</u>	(42,509)

Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide statements.		(1,405)
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Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond Principal Retirement	330,000	
General Obligation Notes Retirement	1,290,000	
State Trust Fund Loan Retirement	<u>73,998</u>	1,693,998

The internal service fund is used by the County management to charge the costs of the various self-funded insurance program to functions. The change in net assets of these internal service funds are allocated to governmental activities and business-type activities.		607,052
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Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Net Decrease in Accrued Interest at Year-End	35,983	
Net Increase in Employee Leave Liability at Year-End	(215,622)	
Net Increase in Other Postemployment Benefit Plan	(134,597)	
Net Change in Debt Issuance Related Costs	(26,879)	
Net Change in Bond Discounts/Premiums	<u>10,313</u>	<u>(330,802)</u>

Change in Net Assets of Governmental Activities \$ 1,810,955

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2011**

	<u>Business-Type Activities - Enterprise Funds</u>			Internal Service Funds
	<u>Nursing Home</u>	<u>Highway Department</u>	<u>Totals</u>	
ASSETS				
CURRENT ASSETS				
Cash and Investments	\$ -	\$ 2,150,884	\$ 2,150,884	\$ 6,186,883
Cash and Investments Held by Fiscal Agents	-	-	-	416,734
Taxes Receivable	130,109	-	130,109	-
Resident Accounts Receivable	472,969	-	472,969	-
Due from Other Governmental Units	-	852,466	852,466	-
Inventories	33,737	1,604,550	1,638,287	-
Total Current Assets	<u>636,815</u>	<u>4,607,900</u>	<u>5,244,715</u>	<u>6,603,617</u>
RESTRICTED ASSETS				
Cash and Investments:				
Resident Trust Agreement	11,328	-	11,328	-
Donation Funds	16,035	-	16,035	-
Total Restricted Assets	<u>27,363</u>	<u>-</u>	<u>27,363</u>	<u>-</u>
CAPITAL ASSETS				
Capital Assets	5,390,182	20,922,581	26,312,763	-
Less Accumulated Depreciation	4,308,738	11,272,439	15,581,177	-
Net Capital Assets	<u>1,081,444</u>	<u>9,650,142</u>	<u>10,731,586</u>	<u>-</u>
Construction Work-in-Progress	-	3,924	3,924	-
Total Capital Assets	<u>1,081,444</u>	<u>9,654,066</u>	<u>10,735,510</u>	<u>-</u>
Total Assets	<u>1,745,622</u>	<u>14,261,966</u>	<u>16,007,588</u>	<u>6,603,617</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts Payable	82,802	536,534	619,336	169,440
Accrued Payroll	208,666	291,876	500,542	16,577
Accrued Claims Payable	-	-	-	3,137,516
Accrued Employee Leave	113,815	39,595	153,410	-
Due to Other Funds	233,508	-	233,508	-
Deferred Revenues	130,109	355,712	485,821	-
Resident Trust Funds	10,628	-	10,628	-
Total Current Liabilities	<u>779,528</u>	<u>1,223,717</u>	<u>2,003,245</u>	<u>3,323,533</u>
LONG-TERM LIABILITIES, Net of Current Portion				
Accrued Employee Leave	84,477	812,827	897,304	-
Total Liabilities	<u>864,005</u>	<u>2,036,544</u>	<u>2,900,549</u>	<u>3,323,533</u>
NET ASSETS				
Invested in Capital Assets	1,081,444	9,654,066	10,735,510	-
Restricted for Donation Funds	16,568	-	16,568	-
Unrestricted	(216,395)	2,571,356	2,354,961	3,280,084
Total Net Assets	<u>\$ 881,617</u>	<u>\$ 12,225,422</u>	<u>\$ 13,107,039</u>	<u>\$ 3,280,084</u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF TOTAL ENTERPRISE FUND NET ASSETS
TO NET ASSETS OF BUSINESS-TYPE ACTIVITIES
PROPRIETARY FUNDS
DECEMBER 31, 2011**

Total Net Assets - Enterprise Funds \$ 13,107,039

Amounts reported for business-type activities in the statement of net assets are different because:

The internal service funds are used by County's management to charge the costs of the self-funded insurance programs to functions. The assets and liabilities of the self-funded insurance programs are allocated between governmental activities and business-type activities.

521,929

Net Assets of Business-Type Activities \$ 13,628,968

ST. CROIX COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2011

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Internal Service Funds</u>
	<u>Nursing Home</u>	<u>Highway Department</u>	<u>Totals</u>	
OPERATING REVENUES				
Charges for Services	\$ 4,743,988	\$ 13,106,338	\$ 17,850,326	\$ 10,944,322
Miscellaneous	5,161	2,008,047	2,013,208	-
Total Operating Revenues	<u>4,749,149</u>	<u>15,114,385</u>	<u>19,863,534</u>	<u>10,944,322</u>
OPERATING EXPENSES:				
Daily Patient Services	3,408,297	-	3,408,297	-
Special Services	712,652	-	712,652	-
Transportation Services	-	14,612,623	14,612,623	-
Premiums and Claims	-	-	-	11,756,719
General and Administrative	1,749,893	1,314,633	3,064,526	156,695
Unassigned:				
Depreciation	146,915	-	146,915	-
Other	304,948	-	304,948	-
Total Operating Expenses	<u>6,322,705</u>	<u>15,927,256</u>	<u>22,249,961</u>	<u>11,913,414</u>
OPERATING INCOME (LOSS)	<u>(1,573,556)</u>	<u>(812,871)</u>	<u>(2,386,427)</u>	<u>(969,092)</u>
NONOPERATING REVENUES (EXPENSES):				
Interest Revenue	-	-	-	71,949
Supplemental Payment Revenue	461,288	-	461,288	-
Restricted Donations Received	19,247	-	19,247	-
Restricted Donations Expended	(18,697)	-	(18,697)	-
Property Taxes	369,019	-	369,019	-
Total Nonoperating Revenues (Expenses)	<u>830,857</u>	<u>-</u>	<u>830,857</u>	<u>71,949</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(742,699)</u>	<u>(812,871)</u>	<u>(1,555,570)</u>	<u>(897,143)</u>
INTERFUND TRANSFERS:				
Transfer from General Fund	-	-	-	209,606
Transfer from Health and Human Services Fund	-	-	-	1,000,000
Transfer from County for Capital Expenditures	-	1,582,972	1,582,972	-
CHANGE IN NET ASSETS	<u>(742,699)</u>	<u>770,101</u>	<u>27,402</u>	<u>312,463</u>
Net Assets, Beginning of Year	<u>1,624,316</u>	<u>11,455,321</u>	<u>13,079,637</u>	<u>2,967,621</u>
NET ASSETS, END OF YEAR	<u><u>\$ 881,617</u></u>	<u><u>\$ 12,225,422</u></u>	<u><u>\$ 13,107,039</u></u>	<u><u>\$ 3,280,084</u></u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF ENTERPRISE FUND CHANGES IN NET ASSETS
TO BUSINESS-TYPE CHANGES IN NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2011**

Net change in net assets for enterprise funds \$ 27,402

Amounts reported for business-type activities in the statement of activities are different because:

The internal service fund is used by the County's management to charge the costs of the various self-funded insurance program to functions. The change in net assets of these internal service funds are allocated to governmental activities and business-type activities.

(294,590)

Change in net assets of business-type activities

\$ (267,188)

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2011**

	<u>Business-Type Activities - Enterprise Funds</u>			Internal Service Funds
	<u>Nursing Home</u>	<u>Highway Department</u>	<u>Totals</u>	
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received for Services Provided	\$ 4,462,498	\$ 15,687,352	\$ 20,149,850	\$ 10,944,322
Other Cash Received	5,161	-	5,161	-
Cash Paid to Suppliers for Goods and Services	(1,404,286)	(9,106,950)	(10,511,236)	-
Cash Paid for Employee Services	(4,577,055)	(5,854,456)	(10,431,511)	-
Cash Paid for Claims/Premiums/ Administrative Services	-	-	-	(10,817,206)
Net Cash Provided (Used) by Operating Activities	(1,513,682)	725,946	(787,736)	127,116
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from County	-	1,582,972	1,582,972	1,209,606
Property Taxes	369,019	-	369,019	-
Cash Received from Intermediary for Additional Financing of Prior Year Operations	461,130	-	461,130	-
Net Change in Restricted Funds	(1,972)	-	(1,972)	-
Net Cash Provided by Noncapital Financing Activities	828,177	1,582,972	2,411,149	1,209,606
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(68,784)	(1,222,876)	(1,291,660)	-
Salvage Received on Sale of Capital Assets	-	371,278	371,278	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(68,784)	(851,598)	(920,382)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	-	-	-	71,949
NET CHANGE IN CASH AND CASH EQUIVALENTS	(754,289)	1,457,320	703,031	1,408,671
Cash and Cash Equivalents - Beginning of Year	781,652	693,564	1,475,216	5,194,946
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 27,363</u>	<u>\$ 2,150,884</u>	<u>\$ 2,178,247</u>	<u>\$ 6,603,617</u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2011**

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Internal Service Funds</u>
	<u>Nursing Home</u>	<u>Highway Department</u>	<u>Totals</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY FOR) OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (1,573,556)	\$ (812,871)	\$ (2,386,427)	\$ (969,092)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	146,915	1,032,550	1,179,465	-
Changes in Asset and Liability Accounts:				
Decrease in Customer Accounts Receivable	(64,340)	-	(64,340)	-
Decrease in Due from Other Governmental Units	-	684,034	684,034	-
Increase in Due from Other Fund	233,508	-	233,508	-
Decrease (Increase) in Inventory	1,913	(152,834)	(150,921)	-
Increase (Decrease) in Accounts Payable	19,812	1,973	21,785	1,083,726
Increase (Decrease) in Accrued Liabilities	(43,482)	(51,915)	(95,397)	12,482
Increase (Decrease) in Accrued Employee Leave	(17,302)	136,076	118,774	-
Increase (Decrease) in Deferred Revenue	(217,150)	(111,067)	(328,217)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (1,513,682)</u>	<u>\$ 725,946</u>	<u>\$ (787,736)</u>	<u>\$ 127,116</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS				
Cash and Investments per Statement of Net Assets:				
Cash and Investments - Unrestricted	\$ -	\$ 2,150,884	\$ 2,150,884	\$ 6,186,883
Cash Held by Fiscal Agents	-	-	-	416,734
Cash and Investments - Restricted	27,363	-	27,363	-
CASH AND CASH EQUIVALENTS	<u>\$ 27,363</u>	<u>\$ 2,150,884</u>	<u>\$ 2,178,247</u>	<u>\$ 6,603,617</u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
DECEMBER 31, 2011**

	<u>Agency Funds</u>
ASSETS	
Treasurer's Cash and Investments	\$ 11,568,373
Departmental Cash and Investments	939,267
Taxes Receivable	1,604,205
Accounts Receivable	<u>3,701</u>
 Total Assets	 <u><u>\$ 14,115,546</u></u>
LIABILITIES	
Due Other Governmental Units	\$ 12,801,984
Accounts Payable	174,236
Special Deposits	779,366
Districts' Equities in Uncollected Taxes	<u>359,960</u>
 Total Liabilities	 <u><u>\$ 14,115,546</u></u>

See accompanying Notes to Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of St. Croix County, Wisconsin, (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below:

A. Financial Reporting Entity

St. Croix County is governed by a board of supervisors consisting of nineteen elected members.

The financial reporting of the County is defined by the GASB to consist of (a) the primary government, (b) organizations for which the Primary Government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

B. Government-Wide and Fund Financial Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds) as described below:

Government-wide Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report financial information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable to a specific function or segment. Program revenues include (a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets, fund equity, revenues, and expenditures/expenses.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for all financial resources of the County, except those required to be accounted for in another fund.

Health and Human Services Fund – The Health and Human Services Fund, a special revenue fund, is used to account for the County's health programs and human services programs. Through the human services programs, the County provides mental health, developmental disabilities and alcoholism and drug abuse rehabilitation services to residents of the County and administers the various social services and income maintenance programs provided by and through the County. These programs are funded primarily by intergovernmental revenues, and property taxes, committed through the Board approved levy.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds, which are financed by property tax revenues restricted through bond documents.

All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major enterprise funds:

Nursing Home Fund – This fund accounts for the operations of the County's nursing home. This primary source of revenue is from the charges for the services provided.

Highway Department Fund – This fund is used to account for the County's highway department operations, which provides services both to the County and to the State and other local districts. This fund is reported as an enterprise fund because the majority of its operating revenue is derived from charges to the state and local districts.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements (Continued)

The County had no other enterprise funds to report as nonmajor funds, but does report the following internal service funds:

- Internal service funds are used to account for the County's various self-funded health and liability insurance programs and the retiree health savings account. The primary source of revenue is from the premiums paid.

Additionally, the County reports the following fiduciary funds:

- Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements and the proprietary funds and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Client billings for the human services programs are recognized when received. State and federal aids under cost reimbursement programs are generally recognized when earned if expected to be collected in the subsequent year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basic Accounting (Continued)

Property taxes, miscellaneous taxes, cost reimbursement grant programs, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

The County reports deferred revenues on its fund balance sheets. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. An exception to this general rule is the general fund's "payment" for highway services. The County's general fund "pays" the highway department enterprise fund an annual amount for its share of highway operations. This amount consists of the annually approved levy, state general transportation aids and any other intergovernmental aids received for highway purposes. This payment is reflected as an expense in the governmental activities and a charge for services in the business-type activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the nursing home are charges for resident services. The principal operating revenues of the highway department are charges to other units of governments and to the County (as described above) for services provided. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basic Accounting (Continued)

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

D. Assets, Liabilities, and Net Assets or Equity

1. Cash and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of County funds is restricted by state statutes. Available investments are limited to:

- a) time deposits in any credit union, bank, savings bank or trust company maturing in three years or less;
- b) Bonds or securities issued or guaranteed by the federal government;
- c) Bonds or securities of any County, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
- d) Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency;
- e) Securities of an open-end management investment company or investment trust, subject to various conditions and investment options;
- f) Bonds or securities issued under the authority of the municipality;
- g) The local government investment pool;
- h) Repurchase agreements with public depositories, with certain conditions.

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D.Assets, Liabilities, and Net Assets or Equity (Continued)

1. Cash and Investments (Continued)

Investment of most trust funds is regulated by Chapter 881 of the *Wisconsin Statutes*. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

Investments of the County are stated at fair value.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the state. Taxes billed for the State are recorded as receivables and due other governmental units in the agency fund balance sheet. Since County property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred revenues in the funds budgeted therefore.

The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the St. Croix County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year, except for delinquent special assessments and other special charges. All uncollected taxes returned to the County for collection are financed through the general fund, except for delinquent special assessments of the districts. A portion of the general fund's equity balance is nonspendable for the County's investment in delinquent taxes.

Accounts Receivable. Client accounts receivable in the human services fund are offset by an allowance for doubtful accounts of approximately \$765,000. All other accounts receivable are considered to be collectible in full.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

2. Receivables and Payables (Continued)

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories and Prepaid Items

Inventories of the County's Highway fund are reflected at average cost. All other inventories of the County are valued at cost using the first-in/first-out (FIFO) method and if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations may be required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. In the case of the initial capitalization of general infrastructure reported in governmental activities, the County chose to include all such items regardless of their acquisition date or amount. The County was able to estimate the historical cost for the initial reporting of these assets through backtrending (estimating the current replacement costs of the infrastructure to be capitalized and using an appropriate price-level index to deflate the costs to the acquisition year or estimated acquisition year).

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

5. Capital Assets (Continued)

Government-Wide Statements (Continued). The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land Improvements	\$ 5,000	Straight-Line	5-25 Years
Buildings and Improvements	5,000	Straight-Line	25-40 Years
Machinery and Equipment	5,000	Straight-Line	4-20 Years
Infrastructure	5,000	Straight-Line	25-60 Years

Fund Financial Statements. In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

6. Other Assets

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

7. Compensated Absences

It is the County's policy to permit employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the County's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The County's policies and estimated liabilities at year-end are further discussed in Note 4.B.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

8. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Fund Equity

At December 31, 2011, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This standard changed fund balance classifications within the fund level statements.

In the fund financial statements, governmental funds report nonspendable, restricted, committed, assigned, and unassigned fund balances. Nonspendable portions of fund balance relate to prepaids, inventories, and long term receivables, as applicable. Restricted funds are constrained from outside parties (statute, grantors, bond agreements, etc.). Committed fund balances are established and modified by a resolution approved by the Board of Commissioners. The County Administrator is delegated to assign fund balances and their intended uses. Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in other classifications.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the County's policy to use restricted first, then unrestricted fund balance. When an expenditure is incurred for purposes for which committed, assigned, and unassigned amounts are available, it is the County's policy to use committed first, then assigned, and finally unassigned amounts.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the governmental fund financial statements and the government-wide financial statements, certain financial transactions are treated differently. Reconciliations of the fund equity and changes thereto in the fund financial statements to the net assets and revenues/expenses shown in the government-wide financial statements are presented in on pages 17 and 19, respectively, for the governmental funds and pages 21 and 23 respectively, for the enterprise funds.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The County's cash and investments balances at December 31, 2011 totaled \$38,855,257 as shown in the financial statements as follows:

Governmental Funds	\$ 17,565,753
Proprietary Funds	8,781,864
Fiduciary Funds	12,507,640
	\$ 38,855,257

The above cash and investments balances totaling consisted of the following:

Treasurer's Cash and Investments		
Deposits at Financial Institutions	\$ 10,201,457	
Deposits in State Local Government		
Pooled-Investment Fund	15,819,380	
Investments in Money Market Funds	14,627	
Investments in Federal Obligations	11,274,491	\$ 37,309,955
Departmental Cash and Investments		
Deposits in Financial Institutions:		
Funds Held in Trust	1,175,920	
Petty Cash	3,347	1,179,267
Cash and Investments Held by Fiscal Agents		
Deposits with WMMIC		350,000
Restricted Cash and Investments		
Deposits in Financial Institutions:		
County Funds		16,035
Total Cash and Investments at December 31, 2011		\$ 38,855,257

Deposits at Financial Institutions

The County's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the *Wisconsin Statutes* (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and up to \$250,000 for demand deposits at any institution. In addition, funds held for individuals are subject to coverage in the name of the beneficiary in whose name the trust fund is held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the *Wisconsin Statutes* authorizes the County to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2011, none of the County's deposits were exposed to custodial credit risk.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments

The County's investments at December 31, 2011 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool), U.S. government agencies and instrumentalities obligations and a money market fund associated with its investments in federal securities.

Deposits in State Local Government Pooled-Investment Fund. The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations).

U.S. Government Agencies and Instrumentalities Obligations. The County's investments in these obligations at December 31, 2011 are summarized as follows:

Description	Totals	Investment Maturities (in years)		
		< 1	1 to 5	> 5
Debt Instruments:				
FHLB	\$ 3,579,499	\$ -	\$ 2,243,100	\$ 1,336,399
U.S. Treasuries	7,687,908	1,104,984	6,582,924	-
Loan/Mortgage Pools (GNMA)	7,084	-	7,084	-
Total	<u>\$ 11,274,491</u>	<u>\$ 1,104,984</u>	<u>\$ 8,833,108</u>	<u>\$ 1,336,399</u>

The above obligations may be subject to call prior to the stated maturity date. It is the County's general policy to hold the obligations until maturity or call. The listed obligations are guaranteed by the issuing agency/instrumentality. The FHLB Securities have a Moody's credit rating of Aaa.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County's investment policy further limits its investments by limiting the amount of investments with any one broker to the amount SPIC and excess SPIC coverage available.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The County's policy is to invest its funds in accordance with provisions of the *Wisconsin Statutes* previously discussed in Note 1.D.1.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The short weighted average maturity of the investments in the LGIP mitigates this risk to the County. Also, it is the County's policy to invest in securities that mature in seven years or less.

B. Receivables / Deferred Revenues

1. Taxes Receivable

Taxes receivable at December 31, 2011 totaled \$33,043,896 as detailed below:

	Governmental Funds	Enterprise Funds	Agency Funds	Totals
Current Taxes Receivable				
2011 Apportionment:				
State Taxes	\$ -	\$ -	\$ 1,244,245	\$ 1,244,245
County Taxes	27,722,421	130,109	-	27,852,530
Total	27,722,421	130,109	1,244,245	29,096,775
Delinquent Taxes Receivable				
Tax Certificates:				
2011 Sale (2010 Taxes)	2,178,487	-	75,393	2,253,880
2010 Sale	988,878	-	51,250	1,040,128
2009 Sale	380,490	-	27,828	408,318
2008 Sale and Prior Years	34,938	-	205,489	240,427
Total	3,582,793	-	359,960	3,942,753
Tax Deeds Owned by County	4,368	-	-	4,368
Total Taxes Receivable	<u>\$ 31,309,582</u>	<u>\$ 130,109</u>	<u>\$ 1,604,205</u>	<u>\$ 33,043,896</u>

Delinquent taxes receivable in the agency fund consist of delinquent special assessments and other charges due local taxing districts. These amounts are remitted to the districts when collected by the County.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables/Deferred Revenues (Continued)

2. Other Receivables

Other accounts receivable at December 31, 2011 are further detailed as follows:

	General Fund	Other Governmental Funds	Enterprise Funds	Totals
Accounts Receivable:				
General	\$ 499,850	\$ 1,611,423	\$ -	\$ 2,111,273
Customers/Residents:				
Nursing Home	-	-	472,969	472,969
	<u>499,850</u>	<u>1,611,423</u>	<u>472,969</u>	<u>2,584,242</u>
Due From Other Governments	<u>870,469</u>	<u>2,899,775</u>	<u>852,466</u>	<u>4,622,710</u>
Totals	<u>\$ 1,370,319</u>	<u>\$ 4,511,198</u>	<u>\$ 1,325,435</u>	<u>\$ 7,206,952</u>

3. Deferred Revenues

Governmental funds report deferred revenues in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes receivable for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
2011 Tax Levy	\$ -	\$ 27,722,421	\$ 27,722,421
Health and Human Services Receivables	<u>703,074</u>	<u>-</u>	<u>703,074</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 703,074</u>	<u>\$ 27,722,421</u>	<u>\$ 28,425,495</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended December 31, 2011 was as follows:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 1,241,310	\$ -	\$ -	\$ 1,241,310
Construction Work-in-Progress	2,133,627	2,724,554	856,238	4,001,943
Public Safety Project				
Total Capital Assets Not Being Depreciated	3,374,937	2,724,554	856,238	5,243,253
Capital Assets Being Depreciated:				
Land Improvements	2,293,109	-	-	2,293,109
Buildings and Improvements	23,094,532	-	-	23,094,532
Equipment and Vehicles	8,730,284	472,695	310,421	8,892,558
Highway Infrastructure	99,752,503	3,591,869	245,600	103,098,772
Other Infrastructure	1,519,665	-	-	1,519,665
Total Capital Assets Being Depreciated	135,390,093	4,064,564	556,021	138,898,636
Total Capital Assets	138,765,030	6,789,118	1,412,259	144,141,889
Accumulated Depreciation:				
Land Improvements	1,484,680	85,198	-	1,569,878
Buildings and Improvements	11,430,561	598,207	-	12,028,768
Equipment and Vehicles	5,622,482	721,894	267,912	6,076,464
Highway Infrastructure	29,895,009	2,929,585	118,300	32,706,294
Other Infrastructure	976,506	25,424	-	1,001,930
Total Accumulated Depreciation	49,409,238	4,360,308	386,212	53,383,334
Net Capital Assets - Governmental Activities	<u>\$ 89,355,792</u>	<u>\$ 2,428,810</u>	<u>\$ 1,026,047</u>	<u>\$ 90,758,555</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 614,819
Public Safety	502,582
Transportation	2,929,585
Health and Human Services	171,646
Culture, Recreation and Education	107,742
Conservation and Development	33,934
	<u>\$ 4,360,308</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Nursing Home:				
Capital Assets Being Depreciated:				
Land Improvements	\$ 124,700	\$ -	\$ -	\$ 124,700
Buildings	2,994,711	29,143	-	3,023,854
Equipment	2,078,573	39,641	-	2,118,214
Transportation Equipment	123,414	-	-	123,414
Total Capital Assets Being Depreciated	5,321,398	68,784	-	5,390,182
Total Capital Assets	5,321,398	68,784	-	5,390,182
Accumulated Depreciation:				
Land Improvements	121,444	491	-	121,935
Buildings	2,121,088	100,429	-	2,221,517
Equipment	1,837,353	35,405	-	1,872,758
Transportation Equipment	81,938	10,590	-	92,528
Total Accumulated Depreciation	4,161,823	146,915	-	4,308,738
Net Capital Assets - Nursing Home	1,159,575	(78,131)	-	1,081,444
Highway Department:				
Capital Assets Not Being Depreciated:				
Land	373,843	-	-	373,843
Gravel Pits and Quarries	374,101	-	37,914	336,187
Construction Work-in-Progress	53,593	-	49,669	3,924
Total Capital Assets Not Being Depreciated	801,537	-	87,583	713,954
Capital Assets Being Depreciated:				
Land Improvements	544,066	-	-	544,066
Buildings and Improvements	3,222,582	-	-	3,222,582
Machinery and Equipment	16,244,358	1,272,545	1,133,859	16,383,044
Other Capital Assets	62,859	-	-	62,859
Total Capital Assets Being Depreciated	20,073,865	1,272,545	1,133,859	20,212,551
Total Capital Assets	<u>\$ 20,875,402</u>	<u>\$ 1,272,545</u>	<u>\$ 1,221,442</u>	<u>\$ 20,926,505</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Highway Department: (Continued)				
Accumulated Depreciation:				
Land Improvements	\$ 245,872	\$ 18,881	\$ -	\$ 264,753
Buildings and Improvements	1,668,692	103,553	-	1,772,245
Machinery and Equipment	9,078,654	909,382	800,495	9,187,541
Other Capital Assets	47,166	734	-	47,900
Total Accumulated Depreciation	<u>11,040,384</u>	<u>1,032,550</u>	<u>800,495</u>	<u>11,272,439</u>
Net Capital Assets - Highway Dept.	<u>9,835,018</u>	<u>239,995</u>	<u>420,947</u>	<u>9,654,066</u>
Total Capital Assets	26,196,800	1,341,329	1,221,442	26,316,687
Less Accumulated Depreciation	<u>15,202,207</u>	<u>1,179,465</u>	<u>800,495</u>	<u>15,581,177</u>
Net Capital Assets - Business-Type Activities	<u>\$ 10,994,593</u>	<u>\$ 161,864</u>	<u>\$ 420,947</u>	<u>\$ 10,735,510</u>

Depreciation was charged to the following business-type activities:

Nursing Home	\$ 146,915
Highway Department	1,032,550
Total	<u>\$ 1,179,465</u>

D. Interfund Activity

Interfund Transfers

Fund Transferred To	Fund Transferred From	Amount
Debt Service Fund	Jail Assessment Fund	\$ 55,000
Highway	Capital Projects Fund	1,582,972
Internal Service Funds	General Fund	209,606
	Health and Human Services Fund	1,000,000
Total		<u>\$ 2,847,578</u>

The transfer from the capital projects fund to the highway fund moves a portion of the 2010 bond proceeds related to the highway. The transfer from the jail assessment fund to the debt service fund is to move fees applied for debt repayment. The transfer from the general fund and health and human services to the internal service funds is to transfer property tax revenue and fund accrued compensated absences on future retirees

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Activity (Continued)

Interfund Receivables and Payables

Receivable Fund	Payable Fund	Amount
General Fund	Health and Human Services	\$ 769,074
	Nursing Home Fund	233,508
	CDBG Nonmajor Fund	47,220
		<u>\$ 1,049,802</u>

The outstanding balances above relate to year-end cash overdrafts in the Health and Human Services, CDBG, and Nursing Home Funds.

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the County for the year ended December 31, 2011 were as follows:

	Balances 1/1/11	Additions	Reductions	Balances 12/31/11	Amounts Due Within One Year
Long-Term Debt					
Governmental Activities					
General Obligation Bonds	\$ 1,020,000	\$ -	\$ 330,000	\$ 690,000	\$ 340,000
General Obligation Notes	8,100,000	-	1,290,000	6,810,000	1,345,000
State Trust Fund Loan	140,839	-	73,998	66,841	66,842
Net Bond Premium (Discount)	44,845	-	10,313	34,532	-
Total Long-Term Debt	<u>\$ 9,305,684</u>	<u>\$ -</u>	<u>\$ 1,704,311</u>	<u>\$ 7,601,373</u>	<u>\$ 1,751,842</u>
Other Long-Term Obligations					
Governmental Activities					
Employee Leave Liability	\$ 2,241,466	\$ 215,622	\$ -	\$ 2,457,088	\$ 160,110
Other Postemployment Benefit Plan	301,825	176,803	42,206	436,422	-
Total Other Long-Term Obligations	<u>\$ 2,543,291</u>	<u>\$ 392,425</u>	<u>\$ 42,206</u>	<u>\$ 2,893,510</u>	<u>\$ 160,110</u>
Business-Type Activities					
Employee Leave Liability	\$ 902,366	\$ 29,369	\$ -	\$ 931,735	\$ 153,410
Other Postemployment Benefit Plan	82,004	48,570	11,595	118,979	-
Total	<u>\$ 984,370</u>	<u>\$ 77,939</u>	<u>\$ 11,595</u>	<u>\$ 1,050,714</u>	<u>\$ 153,410</u>

The County's estimated liability for employee leave is discussed in Note 4.B. The Employee Leave Liability and Other Postemployment Benefits are paid from the General, Health and Human Services, Highway, and Nursing Home Funds.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt

Annual Requirements for Retirement. Long-term general obligation debt issues outstanding at December 31, 2011 and annual requirements for their retirement were as follows:

	Year	Principal	Interest	Total
General Obligation Bonds				
Corporate Purpose Bonds, Series 2003A, \$9,825,000, Issued 6/17/03, Due 10/1/13, Interest at 1.00%-2.60% (Government Center)	2012	\$ 340,000	\$ 17,940	\$ 357,940
	2013	350,000	9,100	359,100
		690,000	27,040	717,040
General Obligation Notes				
Taxable General Obligation Promissory Notes, Series 2003B, \$4,330,000, Issued 6/16/03, Due 4/1/13, Interest at 2.00%-4.00% (Retirement Fund Prior Service Liability)	2012	490,000	29,542	519,542
	2013	515,000	10,300	525,300
		1,005,000	39,842	1,044,842
General Obligation Promissory Notes, Series 2008A, \$3,180,000 Dated 11/1/2008, due 4/1/2016 Interest 2.6%-4.5% (Capital Projects)	2012	455,000	97,425	552,425
	2013	475,000	77,663	552,663
	2014	485,000	56,959	541,959
	2015	505,000	34,988	539,988
	2016	525,000	11,813	536,813
		2,445,000	278,848	2,723,848
General Obligation Promissory Notes, Series 2010A, \$3,360,000 Dated 4/14/2010, due 4/1/2017 Interest 1.30%-3.63% (Recovery Zone Economic Development)	2012	400,000	94,170	494,170
	2013	-	91,570	91,570
	2014	680,000	83,240	763,240
	2015	695,000	64,485	759,485
	2016-17	1,585,000	58,568	1,643,568
		3,360,000	392,033	3,752,033
State Trust Fund Loans				
State Trust Fund Loan, \$310,000, Issued 8/14/07, Final Installment Due 3/15/2012, Interest at 5.00% (Finance Equipment)	2012	66,841	3,351	70,192
Total General Obligation Debt		<u>\$ 7,566,841</u>	<u>\$ 741,114</u>	<u>\$ 8,307,955</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt (Continued)

General Obligation Debt Limitation. Section 67.03 of the *Wisconsin Statutes* restricts County general obligation debt to five percent of the equalized value of all property in the County. At December 31, 2011, the County's debt limit amounted to \$366,783,515 and indebtedness subject to the limitation totaled \$7,566,841.

NOTE 4 OTHER INFORMATION

A. Employee Retirement Plan

All eligible St. Croix County employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All permanent employees expected to work at least 600 hours a year are eligible to participate in the WRS. Covered employees in the General category are required by statute to contribute 6.5 percent of their salary (3.9 percent for Executives and Elected Officials, 5.8 percent for Protective Occupations with Social Security, and 4.8 percent for Protective Occupations without Social Security) to the plan for payrolls prior to June 29, 2011. For payrolls beginning on or after June 29, 2011, covered employees in the General category are required by state statute to contribute 5.8 percent of their salary (6.65 percent for Executives and Elected Officials, 5.8 percent for Protective Occupations with Social Security, and 5.8 percent for Protective Occupations without Social Security) to the plan. Prior to August 1, 2011, employers generally made these contributions to the plan on behalf of employees. After August 1, 2011, employees are required to make at least half of the contribution.

The payroll for County employees covered by the WRS for the year ended December 31, 2011 was \$28,140,484; the employer's total payroll was \$28,564,669. The total required contribution for the year ended December 31, 2011 was \$3,512,253 or 12.2 percent of covered payroll. Total contributions by the County for the years ending December 31, 2010 and 2009 were \$3,293,393 and \$2,910,492, respectively, equal to the required contributions for each year.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Employee Retiree Plan (Continued)

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. A final average earnings is the average of the employee's three highest years' earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 are immediately vested.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of *Wisconsin Statutes*. The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P. O. Box 7931, Madison, WI 53707-7931.

B. Employee Leave Liability

All regular employees are granted personal time off (PTO) based on number of regular hours paid in a pay period and length of service. Earned time off is placed in a personal "PTO" account which is subject to current use by the employee. Amounts recorded in the PTO accounts are subject to maximum accumulations. Employees may annually, at December 31, transfer up to 96 hours of their unused earned time off out of their PTO account into a "personal sick bank" account and/or receive a payment for up to 48 hours out of their account.

Time placed in the personal sick bank account may be used for sick leave in excess of three days. Employees who leave the County in good standing are entitled to payment of the accumulated time in their personal PTO account. Accumulated time in the personal sick bank accounts is not subject to pay-out unless termination is by retirement. Retirement is defined as receiving an immediate pension from the Wisconsin Retirement System. At retirement, employees may receive one-half of the accumulated accrued time in their personal sick bank account up to 45 days in cash or, alternatively, may convert the total accrued time into a cash equivalent to be used to pay monthly health insurance premiums.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Leave Liability (Continued)

The County's liability for accumulated personal time off, vacation and vested sick leave (sick leave based on retirement eligible conversion values) was \$2,457,088 in the governmental funds, \$198,292 in the nursing home enterprise fund and \$733,443 in the highway department enterprise fund. The County accrues its liability for employee leave in the enterprise funds, but expenses these costs when paid in the governmental funds.

C. Risk Management

The County is exposed to various risks of loss related to torts; thefts of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains a combination of commercial insurance coverage and self-insurance programs to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County.

Health Insurance Funds. The County has established health insurance program. This program is funded through "premiums" charged monthly to the participants in the plan. The County portion of the monthly premium is charged to various departments based on actual participation by employees. Preferred One currently administers the plan for a monthly fee based on the number of participating individuals. Claims are paid by Preferred One and reimbursed by the County on a weekly basis. Reinsurance for specific and stop-loss covers individual claims in excess of \$75,000 per year, and aggregate stop-loss is set at 120 percent of anticipated claims.

During 2011, the County offered a high deductible plan with an attachment point for annual aggregate stop-loss coverage set at \$4,335,027 for the represented group and at \$2,339,152 for the non-represented group. The net asset balance in the fund at December 31, 2011 was \$470,631.

Worker's Compensation Fund. The County is self-insured for workers compensation coverage. This program is funded through "premiums" charged to various County departments. Claims are paid by the County, either directly or through a TPA. Stop-loss insurance is carried through Wisconsin Municipal Mutual Insurance and covers individual claims in excess of \$300,000 each to a maximum of \$1,000,000. In addition to in-house legal and administrative staff, the County retains outside legal and medical expertise for assistance in settling claims. The balance in this fund at December 31, 2011 was \$18,307.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Worker's Compensation Fund (Continued). Changes in the claims liabilities for 2011 and 2010 for the health insurance fund and worker's compensation fund were as follows:

	Health Insurance		Worker's Compensation	
	2011	2010	2011	2010
Estimated Claims Outstanding January 1	\$ 786,990	\$ 1,207,761	\$ 441,593	\$ 562,630
Current Year Claims and Changes	9,789,305	6,733,208	585,828	187,687
Claim Payments	(8,754,928)	(7,153,979)	(326,998)	(308,724)
Estimated Claims Outstanding December 31	<u>\$ 1,821,367</u>	<u>\$ 786,990</u>	<u>\$ 700,423</u>	<u>\$ 441,593</u>

Liability Insurance Fund. The County has established an internal service fund to account for transactions associated with its insurance coverage through WMMIC (see below) and to account for funds set aside for financing other liability insurance claims against the County.

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was formed pursuant to an intergovernmental charter-contract in 1987 by municipal members. WMMIC was organized to provide property and liability insurance and risk management services to participant municipalities. As of December 31, 2011, WMMIC was owned by seventeen municipalities (2 cities, 15 counties). Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC issued tax exempt revenue bonds totaling \$13,935,000 in 1987 to provide capital for its operations. Each member, in turn, severally issued general obligation promissory notes at an aggregate amount equal to the revenue bonds and invested the proceeds in WMMIC. The County's initial investment in WMMIC was \$720,214 which is reflected in the balance sheet of the County's general fund. The debt issued by the County to finance this investment was fully retired in 1997. The County's allocated share of WMMIC's member equity at December 31, 2011 and 2010 was \$1,403,245 and \$1,315,191, respectively, and represented 3.96 percent and 3.83 percent, respectively, of the total member equity at those dates.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Liability Insurance Fund (Continued). Liability insurance provided the members through WMMIC are to provide coverage in excess of prescribed self-insured amounts. WMMIC has contracted with a reinsurance company to cover losses (in excess of the self-insured retention of each member) which exceed \$1,000,000 per occurrence up to a maximum loss of \$10,000,000 per occurrence. WMMIC retains the first \$1,000,000 of the excess over the self-insurance retention. The members incur all losses greater than \$10,000,000 per occurrence or greater than \$15,000,000 of aggregate losses in a policy year. Losses paid by WMMIC plus administrative costs are to be recovered through premiums of the participating pool of municipalities. The County's share of such losses was 3.83 percent for 2011. A list of other members and their share of participation is in WMMIC's financial report which is available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

The County's annual self-insured limit has been established at \$350,000 per occurrence with an annual aggregate self-insured retention (SIR) for all losses of \$1,500,000 for the 2011 policy year. Each member is required to maintain a segregated fund on deposit with WMMIC. This fund is used by WMMIC to pay claims charged to the member and is subject to replenishment by the member on a quarterly basis (or more frequently, if necessary). The amount of the deposit has been currently set at \$250,000 for the County. WMMIC has also set a policy that each member should maintain, in a segregated fund, cash reserves equal to one year's SIR plus incurred but not reported claims (IBNRs) less SIR funds on deposit with WMMIC.

The self-funded liability insurance fund had a balance of \$1,916,205 and \$1,863,153 at December 31, 2011 and 2010, respectively, and consisted of the following components:

	2011	2010
Cash and Investments Held by County	\$ 2,280,667	\$ 2,380,553
Deposits with WMMIC	350,000	350,000
Accounts Payable	(96,555)	(60,348)
Accrued Payroll	(2,181)	(1,232)
Accrued Unpaid Losses	(615,726)	(805,820)
Fund Balance December 31	\$ 1,916,205	\$ 1,863,153

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Liability Insurance Fund (Continued). The liability recorded for unpaid losses at December 31, 2011 was determined by WMMIC based on claim adjusters evaluations and other estimates. The liability includes those for incurred but not reported (IBNRs) losses. The liability represents the present value of the expected level of unpaid losses for the years of operations under WMMIC. Changes in claim liabilities for 2011 and 2010 are:

	2011	2010
Estimated Claims Outstanding January 1	\$ 805,820	\$ 1,196,997
Current Year Claims and Changes	815,481	233,410
Claim Payments	<u>(1,005,575)</u>	<u>(624,587)</u>
Estimated Claims Outstanding December 31	<u>\$ 615,726</u>	<u>\$ 805,820</u>

D. Contingencies

From time to time, the County is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the County's legal advisors that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLAN

The County provides health insurance benefits for certain retired employees under a single-employer fully-insured plan. The County provides benefits for retirees as required by state statutes. Active employees who retire from the County when eligible to receive a retirement benefit from the Wisconsin Retirement System (WRS) (or similar plan) and do not participate in any other coverage with respect to both themselves and their eligible dependent(s) under the County's health benefits program, are eligible for this plan. Pursuant to the provisions of the plan, retirees are required to pay varying percentages of the total premium cost. As of January 1, 2011 actuarial valuation, there were approximately 20 retirees receiving health benefits from the County's health plan.

A. Annual OPEB Cost and Net OPEB Obligation

The County's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of fund that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost of 2011, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

Annual Required Contribution (ARC)	\$ 231,665
Interest on Net OPEB Obligation	17,272
Adjustment to ARC	(23,564)
Annual OPEB Cost	<u>225,373</u>
Contributions During the Year	<u>(53,801)</u>
Increase in Net OPEB Obligation	171,572
NET OPEB - Beginning of Year	<u>383,829</u>
NET OPEB - End of the Year	<u><u>\$ 555,401</u></u>
Governmental Activities	\$ 436,422
Business-Type Activities	<u>118,979</u>
Total OPEB OBLIGATION	<u><u>\$ 555,401</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for 2011, 2010, and 2009 were as follows:

<u>Year Ended December 31,</u>	<u>Annual OPEB Cost</u>	<u>Employer Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
2009	\$ 146,190	\$ 51,829	35.5 %	\$ 94,361
2010	238,413	40,984	17.2	383,829
2011	225,373	53,801	23.9	555,401

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

B. Funding Status

The County currently has no assets that have been irrevocably deposited in the trust for future health benefits. Therefore, the actuarial value of assets is zero. The actuarially determined accrued liability of these benefits and the unfunded portion is detailed in the funding progress schedule on page 58.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-1)/c)
1/1/2009	\$ -	\$ 971,977	\$ 971,977	- %	\$ 26,744,288	3.6 %
1/1/2010	-	1,492,718	1,492,718	-	29,324,397	5.1
1/1/2011	-	1,618,068	1,618,068	-	29,877,821	5.4

C. Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of the occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

In the January 1, 2011 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.5 percent discount rate, which is based on the estimated long-term investment yield on the general assets of the County using an underlying long-term inflation assumption of 3.5 percent. The annual healthcare cost trend rate is 9.0 percent initially, reduced incrementally to an ultimate rate of 4.5 percent over nine years. The unfunded actuarial accrued liability is being amortized as a level dollar amount over an open 30-year period.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 6 FUND BALANCE CLASSIFICATIONS

The fund balance classifications of the governmental funds as of December 31, 2011, were as follows:

	<u>Total</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
Major Funds:						
General Fund						
Prepayments	\$ 17,563	\$ 17,563	\$ -	\$ -	\$ -	\$ -
Inventories	6,510	6,510	-	-	-	-
Delinquent Taxes Receivable	3,587,160	3,587,160	-	-	-	-
Investment in WMMIC	720,214	720,214	-	-	-	-
Restricted (See Schedule B-2)	89,068	-	89,068	-	-	-
Assigned (See Schedule B-2)	1,585,416	-	-	-	1,585,416	-
Unassigned	12,780,147	-	-	-	-	12,780,147
Subtotal General Fund	<u>18,786,078</u>	<u>4,331,447</u>	<u>89,068</u>	<u>-</u>	<u>1,585,416</u>	<u>12,780,147</u>
Health and Human Services Fund						
Prepayments	3,871	3,871	-	-	-	-
Inventories	1,602	1,602	-	-	-	-
Donations	45,184	-	45,184	-	-	-
Health and Human Service Programs	1,141,190	-	-	-	1,141,190	-
Subtotal Health and Human Services Fund	<u>1,191,847</u>	<u>5,473</u>	<u>45,184</u>	<u>-</u>	<u>1,141,190</u>	<u>-</u>
Debt Service Fund	(2,166)	-	-	-	-	(2,166)
Nonmajor Funds:						
Special Revenue Funds						
Office on Aging Problems	342,136	-	-	-	342,136	-
Aging and Disability Resource Center	93,559	-	-	-	93,559	-
Jail Assessment Fee Fund Projects	94,715	-	94,715	-	-	-
Stop Drugs Funded Program	7,615	-	7,615	-	-	-
Land Records Fund	106,533	-	106,533	-	-	-
CDBG Revolving Loan Fund	17,688	-	17,688	-	-	-
Dog License Fund Restricted for Animal Control	8,858	-	8,858	-	-	-
St. Croix Industries Programs	574,380	-	-	-	574,380	-
Capital Projects Fund						
Bonded Capital Projects	1,305,329	-	1,305,329	-	-	-
Capital Projects	1,107,372	-	-	750,000	357,372	-
Subtotal Capital Projects Fund	<u>2,412,701</u>	<u>-</u>	<u>1,305,329</u>	<u>750,000</u>	<u>357,372</u>	<u>-</u>
Total Governmental Fund Balances	<u>\$ 23,633,944</u>	<u>\$ 4,336,920</u>	<u>\$ 1,674,990</u>	<u>\$ 750,000</u>	<u>\$ 4,094,053</u>	<u>\$ 12,777,981</u>

The Debt Service Fund deficit is a result of unbudgeted processing fees. This deficit will be funded by the County in 2012.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011**

NOTE 7 CHANGE IN ACCOUNTING PRINCIPLE

As a result of the implementation of GASB Statement No. 54, the County reclassified funds for financial statement reporting purposes. Fund balances at the beginning of the year were restated as follows:

	<u>General</u>	<u>Health and Human Services</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Governmental Funds Total</u>
Fund Balance, January 1, 2011 as Previously Stated	\$ 17,495,861	\$ 1,232,045	\$ 108,007	\$ 6,358,682	\$ 25,194,595
Funds Reclassified Due to GASB Statement No. 54 County Sales Tax Fund	<u>836,419</u>	<u>-</u>	<u>-</u>	<u>(836,419)</u>	<u>-</u>
Fund Balance, January 1, 2011 as Restated	<u>\$ 18,332,280</u>	<u>\$ 1,232,045</u>	<u>\$ 108,007</u>	<u>\$ 5,522,263</u>	<u>\$ 25,194,595</u>

REQUIRED SUPPLEMENTARY INFORMATION

**ST. CROIX COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2011**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 24,237,500	\$ 24,237,500	\$ 24,890,971	\$ 653,471
Intergovernmental	4,629,588	4,629,588	4,697,053	67,465
Licenses and Permits	200,320	200,320	180,862	(19,458)
Fines and Forfeits	325,000	325,000	270,163	(54,837)
Public Charges for Services	1,698,310	1,698,310	2,009,471	311,161
Intergovernmental Charges for Services	385,836	385,836	410,225	24,389
Miscellaneous:				
Interest	301,500	301,500	294,875	(6,625)
Rent	40,000	40,000	48,384	8,384
Other	59,700	59,700	79,807	20,107
Total Revenues	<u>31,877,754</u>	<u>31,877,754</u>	<u>32,881,811</u>	<u>1,004,057</u>
EXPENDITURES				
General Government	9,615,258	9,615,258	9,576,834	38,424
Public Safety	11,584,489	11,584,489	11,120,316	464,173
Transportation	6,612,210	6,612,210	6,612,210	-
Sanitation	331,279	331,279	293,906	37,373
Health and Human Services	903,849	903,849	890,478	13,371
Culture, Recreation and Education	1,933,752	1,933,752	1,905,758	27,994
Conservation and Development	1,930,195	1,930,195	1,848,385	81,810
Total Expenditures	<u>32,911,032</u>	<u>32,911,032</u>	<u>32,247,887</u>	<u>663,145</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,033,278)	(1,033,278)	633,924	1,667,202
OTHER FINANCING SOURCES (USES)				
Transfers Out	(446,257)	(446,257)	(209,606)	236,651
Proceeds from the Sale of Capital Assets	-	-	29,480	29,480
Total Other Financing Sources (Uses)	<u>(446,257)</u>	<u>(446,257)</u>	<u>(180,126)</u>	<u>266,131</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,479,535)</u>	<u>\$ (1,479,535)</u>	453,798	<u>\$ 1,933,333</u>
Fund Balance - Beginning of Year, as Restated			<u>18,332,280</u>	
FUND BALANCE - END OF YEAR			<u>\$ 18,786,078</u>	

See Accompanying Notes to Required Supplemental Information.

SCHEDULE 2

ST. CROIX COUNTY, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE
 HEALTH AND HUMAN SERVICES SPECIAL REVENUE FUND
 YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
PROGRAM REVENUES				
Human Services Administration	\$ 617,150	\$ 617,150	\$ 527,781	\$ (89,369)
Alcoholism and Drug Abuse	696,880	696,880	610,111	(86,769)
Mental Health Services	2,561,597	2,561,597	2,696,058	134,461
Family and Children's Services	1,501,668	1,501,668	1,390,812	(110,856)
Economic Support	814,943	814,943	999,795	184,852
Coordinated Family Services/SED	3,644,207	3,644,207	2,680,939	(963,268)
Public Health	1,127,707	1,127,707	1,209,245	81,538
Total Program Revenues	10,964,152	10,964,152	10,114,741	(849,411)
PROGRAM EXPENDITURES				
Human Services Administration	1,337,034	1,337,034	1,346,433	(9,399)
Alcoholism and Drug Abuse	797,658	797,658	769,180	28,478
Mental Health Services	3,616,766	3,616,766	3,547,157	69,609
Family and Children's Services	3,039,817	3,039,817	2,652,874	386,943
Economic Support	1,187,786	1,187,786	1,116,582	71,204
Coordinated Family Services/SED	3,977,928	3,977,928	2,839,118	1,138,810
General Relief	1,500	1,500	1,500	-
Public Health	2,112,632	2,112,632	1,989,896	122,736
Total Program Expenditures	16,071,121	16,071,121	14,262,740	1,808,381
EXCESS OF PROGRAM EXPENDITURES OVER PROGRAM REVENUES	(5,106,969)	(5,106,969)	(4,147,999)	958,970
OTHER FUNDING SOURCES (USES)				
County Appropriation	5,106,969	5,106,969	5,106,969	-
Transfers to Other Funds	-	-	(1,000,000)	(1,000,000)
EXCESS OF REVENUES AND OTHER FUNDING SOURCES OVER (UNDER) EXPENDITURES - BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	(41,030)	<u>\$ (41,030)</u>
RECONCILIATION TO GAAP BASIS				
Add Net Donation Funds Received (Expended)			832	
NET CHANGE IN FUND BALANCE - GAAP BASIS			<u>\$ (40,198)</u>	

Program Revenues and Expenditures include intrafund charges of \$197,104 (removed for GAAP reporting).

**ST. CROIX COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2011**

BUDGETARY INFORMATION

GASB 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund is derived from the County's annual operating budget. Budgetary information for the health and human services fund is derived from the department's approved budget.

The County's annual operating budget is adopted in accordance with Chapter 65 of the *Wisconsin Statutes* and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The County's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The County exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

ST. CROIX COUNTY, WISCONSIN
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFIT PLAN
 YEAR ENDED DECEMBER 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-1)/c)
1/1/2009	\$ -	\$ 971,977	\$ 971,977	- %	\$ 26,744,288	3.6 %
1/1/2010	-	1,492,718	1,492,718	-	29,324,397	5.1
1/1/2011	-	1,618,068	1,618,068	-	29,877,821	5.4

OTHER SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2011**

	Special Revenue Funds				
	Office on Aging Programs	Aging and Disability Resource Center	Jail Assessment Fund	Stop Drugs Fund	Land Records Fund
ASSETS					
Treasurer's Cash and Investments	\$ 379,654	\$ 8,003	\$ 85,244	\$ 16,423	\$ 117,510
Departmental Cash	-	-	6,066	-	-
Taxes Receivable	206,865	1,387,716	-	-	-
Accounts Receivable	39,721	-	-	-	-
Due from Other Governmental Units	-	126,759	3,405	-	-
Total Assets	<u>\$ 626,240</u>	<u>\$ 1,522,478</u>	<u>\$ 94,715</u>	<u>\$ 16,423</u>	<u>\$ 117,510</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 40,994	\$ 7,835	\$ -	\$ 8,808	\$ 8,605
Accrued Payroll	29,564	33,368	-	-	2,372
Deferred Revenues	213,546	1,387,716	-	-	-
Due Other Funds	-	-	-	-	-
Total Liabilities	<u>284,104</u>	<u>1,428,919</u>	<u>-</u>	<u>8,808</u>	<u>10,977</u>
FUND BALANCES					
Restricted	-	-	94,715	7,615	106,533
Committed	-	-	-	-	-
Assigned	342,136	93,559	-	-	-
Total Fund Balance	<u>342,136</u>	<u>93,559</u>	<u>94,715</u>	<u>7,615</u>	<u>106,533</u>
Total Liabilities and Fund Balances	<u>\$ 626,240</u>	<u>\$ 1,522,478</u>	<u>\$ 94,715</u>	<u>\$ 16,423</u>	<u>\$ 117,510</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
YEAR ENDED DECEMBER 31, 2011**

	Special Revenue Funds			Total Nonmajor Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
	CDBG- Revolving Loan Fund	Dog License Fund	St Croix Industries Fund			
ASSETS						
Treasurer's Cash and Investments	\$ -	\$ 22,774	\$ 261,259	\$ 890,867	\$ 2,456,025	\$ 3,346,892
Departmental Cash	-	-	-	6,066	-	6,066
Taxes Receivable	-	-	-	1,594,581	-	1,594,581
Accounts Receivable	70,173	46	449,741	559,681	-	559,681
Due from Other Governmental Units	-	-	-	130,164	-	130,164
Total Assets	<u>\$ 70,173</u>	<u>\$ 22,820</u>	<u>\$ 711,000</u>	<u>\$ 3,181,359</u>	<u>\$ 2,456,025</u>	<u>\$ 5,637,384</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Vouchers Payable	\$ 5,265	\$ 13,962	\$ 45,777	\$ 131,246	\$ 43,324	\$ 174,570
Accrued Payroll	-	-	90,843	156,147	-	156,147
Deferred Revenues	-	-	-	1,601,262	-	1,601,262
Due Other Funds	47,220	-	-	47,220	-	47,220
Total Liabilities	<u>52,485</u>	<u>13,962</u>	<u>136,620</u>	<u>1,935,875</u>	<u>43,324</u>	<u>1,979,199</u>
FUND BALANCES						
Restricted	17,688	8,858	-	235,409	1,305,329	1,540,738
Committed	-	-	-	-	750,000	750,000
Assigned	-	-	574,380	1,010,075	357,372	1,367,447
Total Fund Balance	<u>17,688</u>	<u>8,858</u>	<u>574,380</u>	<u>1,245,484</u>	<u>2,412,701</u>	<u>3,658,185</u>
Total Liabilities and Fund Balances	<u>\$ 70,173</u>	<u>\$ 22,820</u>	<u>\$ 711,000</u>	<u>\$ 3,181,359</u>	<u>\$ 2,456,025</u>	<u>\$ 5,637,384</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2011**

	Special Revenue Funds				
	Office on Aging Programs	Aging and Disability Resource Center	Jail Assessment Fund	Stop Drugs Fund	Land Records Fund
REVENUES					
Taxes	\$ 218,830	\$ 1,539,599	\$ -	\$ -	\$ -
Intergovernmental	469,811	814,815	-	-	-
Licenses and Permits	-	-	-	-	-
Fines, Forfeitures and Penalties	-	-	103,291	-	-
Public Charges for Services	178,398	1,922	-	-	146,304
Miscellaneous:					
Interest	31	-	-	-	-
Other	50,092	-	-	11,092	-
Total Revenues	<u>917,162</u>	<u>2,356,336</u>	<u>103,291</u>	<u>11,092</u>	<u>146,304</u>
EXPENDITURES					
General Government	-	-	-	-	124,725
Public Safety	-	-	9,683	12,314	-
Sanitation	-	-	-	-	-
Health and Human Services	972,193	2,494,298	-	-	-
Conservation and Development	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Services	-	-	-	-	-
Total Expenditures	<u>972,193</u>	<u>2,494,298</u>	<u>9,683</u>	<u>12,314</u>	<u>124,725</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(55,031)	(137,962)	93,608	(1,222)	21,579
OTHER FINANCING SOURCES (USES)					
Proceeds from Sale of Capital Assets	2,500	-	-	-	-
Transfer to Debt Service Fund	-	-	(55,000)	-	-
Transfer to Highway	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,500</u>	<u>-</u>	<u>(55,000)</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(52,531)	(137,962)	38,608	(1,222)	21,579
Fund Balances - Beginning of Year	<u>394,667</u>	<u>231,521</u>	<u>56,107</u>	<u>8,837</u>	<u>84,954</u>
FUND BALANCES - END OF YEAR	<u>\$ 342,136</u>	<u>\$ 93,559</u>	<u>\$ 94,715</u>	<u>\$ 7,615</u>	<u>\$ 106,533</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED DECEMBER 31, 2011**

	Special Revenue Funds				Total Nonmajor Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
	CDBG- Revolving Loan Fund	Dog License Fund	Sanitary Grants Fund	St Croix Industries Fund			
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,758,429	\$ -	\$ 1,758,429
Intergovernmental	990,092	-	7,293	171,359	2,453,370	-	2,453,370
Licenses and Permits	-	23,891	-	-	23,891	-	23,891
Fines, Forfeitures and Penalties	-	-	-	-	103,291	-	103,291
Public Charges for Services	-	-	-	2,299,673	2,626,297	-	2,626,297
Miscellaneous:							
Interest	-	-	-	-	31	6	37
Other	-	-	-	304	61,488	9,000	70,488
Total Revenues	990,092	23,891	7,293	2,471,336	7,026,797	9,006	7,035,803
EXPENDITURES							
General Government	-	-	-	-	124,725	-	124,725
Public Safety	-	-	-	-	21,997	-	21,997
Sanitation	-	-	7,293	-	7,293	-	7,293
Health and Human Services	-	16,033	-	2,337,918	5,820,442	-	5,820,442
Conservation and Development	972,404	-	-	-	972,404	-	972,404
Capital Outlay	-	-	-	-	-	317,548	317,548
Debt Services	-	-	-	-	-	-	-
Total Expenditures	972,404	16,033	7,293	2,337,918	6,946,861	317,548	7,264,409
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,688	7,858	-	133,418	79,936	(308,542)	(228,606)
OTHER FINANCING SOURCES (USES)							
Proceeds from Sale of Capital Assets	-	-	-	-	2,500	-	2,500
Transfer to Debt Service Fund	-	-	-	-	(55,000)	-	(55,000)
Transfer to Highway	-	-	-	-	-	(1,582,972)	(1,582,972)
Total Other Financing Sources (Uses)	-	-	-	-	(52,500)	(1,582,972)	(1,635,472)
NET CHANGE IN FUND BALANCES	17,688	7,858	-	133,418	27,436	(1,891,514)	(1,864,078)
Fund Balances - Beginning of Year	-	1,000	-	440,962	1,218,048	4,304,215	5,522,263
FUND BALANCES - END OF YEAR	<u>\$ 17,688</u>	<u>\$ 8,858</u>	<u>\$ -</u>	<u>\$ 574,380</u>	<u>\$ 1,245,484</u>	<u>\$ 2,412,701</u>	<u>\$ 3,658,185</u>

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2010)**

	2011	2010
ASSETS		
Treasurer's Cash and Investments	\$ 13,949,031	\$ 14,047,572
Departmental Cash	217,569	204,787
Taxes Receivable:		
Current Taxes Receivable	19,417,093	18,420,068
Delinquent Taxes Receivable	3,582,793	4,130,215
Tax Deeds Owned by County	4,368	4,368
Accounts Receivable	499,850	499,204
Due from Other Governments	47,302	237,795
Sales Tax Receivable	823,167	-
Due from Other Funds:		
Cash Overdrafts at year-end	1,049,802	-
Inventories	6,510	11,336
Prepayments	17,563	10,568
Investment in Public-Entity Risk Pool	720,214	720,214
Total Assets	\$ 40,335,262	\$ 38,286,127
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Vouchers and Accounts Payable	\$ 436,127	\$ 583,964
Accrued Salaries and Wages	865,056	923,194
Payroll Deductions	323,029	281,414
Due to Other Governmental Units	440,905	356,923
Deferred Revenues:		
General Property Taxes	19,412,488	18,539,443
Special Deposits	71,579	105,328
Total Liabilities	21,549,184	20,790,266
FUND BALANCES		
Nonspendable for:		
Delinquent Taxes	3,587,160	4,134,583
Investment in WMMIC	720,214	720,214
Prepayments	17,563	10,568
Inventories	6,510	11,336
Restricted	89,068	-
Committed	-	1,442,706
Assigned	1,585,416	509,493
Unassigned	12,780,147	10,666,961
Total Fund Balances	18,786,078	17,495,861
Total Liabilities and Fund Balances	\$ 40,335,262	\$ 38,286,127

SCHEDULE B-2

ST. CROIX COUNTY, WISCONSIN
 GENERAL FUND
 STATEMENT OF CHANGES IN FUND BALANCE
 YEAR ENDED DECEMBER 31, 2011

County Internal Fund #	Balance (Overdraft) 1/1/11	County Appropriations	Other Revenues	Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/11
				General Fund		Other Funds				
				In	Out	In	Out			
Nonspendable:										
Delinquent Taxes	\$ 4,134,583	\$ -	\$ -	\$ -	\$ 547,423	\$ -	\$ -	\$ 3,587,160	\$ -	\$ 3,587,160
Investment in WMMIC	720,214	-	-	-	-	-	-	720,214	-	720,214
Prepayments	10,568	-	-	6,995	-	-	-	17,563	-	17,563
Inventories	11,336	-	-	-	4,826	-	-	6,510	-	6,510
Total Nonspendable	4,876,701	-	-	6,995	552,249	-	-	4,331,447	-	4,331,447
Restricted:										
District Attorney's Confiscated Assets	100	12,687	-	1,175	-	-	-	13,862	1,828	12,034
District Attorney's Drug Prosecution	100	-	-	31,388	53,872	-	-	85,260	85,260	-
DA Traffic/OWI Prosecutor	100	-	-	82,304	-	-	-	82,304	82,304	-
Sheriff Confiscated Property	100	9,481	-	2,167	-	-	-	11,648	-	11,648
St. Croix/Polk Drug Enforcement	100	48,234	-	42,937	-	-	-	91,171	28,315	62,856
Sheriff Counteract	100	8,286	-	6,205	-	-	-	14,491	11,961	2,530
Total Restricted	78,688	-	166,176	53,872	-	-	-	298,736	209,668	89,068
Committed Balances:										
Subsequent Year Budget	1,442,706	-	-	-	1,442,706	-	-	-	-	-
Assigned:										
Continuing Appropriations:										
IT Computer Repairs and Replacement	100	17,445	-	1,588	-	-	-	19,033	-	19,033
REI Recycling Grant	100	77,401	-	182,402	-	-	-	259,803	247,137	12,666
Recycling Education Grant	100	2,445	-	136	-	-	-	2,581	28	2,553
UW-Extension - Grants	100	4,558	-	2,095	-	-	-	6,653	516	6,137
County Farm	111	53,130	-	46,576	-	96,202	-	3,504	-	3,504
Parks	121	176,704	430,138	242,827	-	-	-	849,669	607,169	242,500
Land and Water Conservation	131	91,218	494,207	336,034	-	-	-	921,459	769,034	152,425
Pesticide Training	270	7,904	-	2,315	-	-	-	10,219	2,123	8,096
County Sales Tax	201	836,419	-	5,131,343	-	4,829,260	-	1,138,502	-	1,138,502
Total Assigned Balances	1,267,224	924,345	5,945,316	-	4,925,462	-	-	3,211,423	1,626,007	1,585,416
Unassigned:										
Highway Appropriation and Aids	-	4,813,404	1,798,806	-	-	-	-	6,612,210	6,612,210	-
Internal Service Funds Appropriations	-	209,606	-	-	-	-	-	209,606	209,606	-
General County	10,666,961	12,472,714	6,580,924	6,920,417	60,867	-	209,606	36,370,543	23,590,396	12,780,147
Total Unassigned	10,666,961	17,495,724	8,379,730	6,920,417	60,867	-	209,606	43,192,359	30,412,212	12,780,147
Total General Fund	\$ 18,332,280	\$ 18,420,069	\$ 14,491,222	\$ 6,981,284	\$ 6,981,284	\$ -	\$ 209,606	\$ 51,033,965	\$ 32,247,887	\$ 18,786,078

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2010)**

	2011				
	Budgeted Amounts		Actual	Variance - Positive (Negative)	2010 Actual
	Original	Final			
REVENUES					
Taxes					
General Property Taxes	\$ 18,420,069	\$ 18,420,069	\$ 18,421,411	\$ 1,342	\$ 18,861,210
Forest Crop Taxes	10,000	10,000	4,812	(5,188)	16,742
Retained Sales Tax	-	-	126	126	112
Sales Tax	4,792,431	4,792,431	5,131,343	338,912	112
Real Estate Transfer Fees	140,000	140,000	162,920	22,920	169,888
Interest on Taxes	575,000	575,000	771,063	196,063	927,807
Penalty on Taxes	300,000	300,000	399,296	99,296	486,897
Total Taxes	24,237,500	24,237,500	24,890,971	653,471	20,462,768
Intergovernmental					
Federal Grants and Aids:					
Victim/Witness VOCA Grant	42,581	42,581	42,533	(48)	41,620
State Shared Taxes:					
Shared Taxes from State	648,464	648,464	633,561	(14,903)	587,998
Tax Exempt Computer Aid	38,000	38,000	36,559	(1,441)	37,861
State Grants and Aids:					
Circuit Court	290,634	290,634	275,974	(14,660)	290,912
Guardian Ad Litem	60,105	60,105	60,354	249	60,105
Victim/Witness VOCA Grant	160,900	160,900	152,369	(8,531)	162,796
Law Enforcement	36,000	36,000	47,496	11,496	77,631
Forensic Science	-	-	-	-	11,962
Confiscated Property - Sheriff	-	-	1,670	1,670	12,551
DNA Samples	500	500	1,340	840	2,800
CEASE Grants	500	500	-	(500)	-
Vest Grant	4,620	4,620	9,253	4,633	11,323
Recreational Boating Aid	25,000	25,000	26,058	1,058	33,387
Jail	10,960	10,960	7,433	(3,527)	9,163
Emergency Government	51,057	51,057	69,884	18,827	48,844
Emergency Planning (SARA)	18,328	18,328	24,148	5,820	18,328
Homeland Security Grants	10,000	10,000	28,519	18,519	44,326
General Transportation Aids	1,798,806	1,798,806	1,798,806	-	1,711,476
Recycling	273,122	273,122	176,454	(96,668)	273,122
Hazardous Waste	30,000	30,000	19,500	(10,500)	29,000
Child Support	639,530	639,530	669,500	29,970	644,380
Veterans Service Officer	17,000	17,000	19,175	2,175	13,000
County Fair Premiums	6,800	6,800	12,848	6,048	2,856
Snowmobile Trail Maintenance	54,150	54,150	110,669	56,519	108,544

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011			Variance - Positive (Negative)	2010 Actual
	Budgeted Amounts		Actual		
	Original	Final			
REVENUES (Continued)					
Intergovernmental (Continued)					
State Grants and Aids: (Continued)					
Land and Water Conservation	\$ 214,031	\$ 214,031	\$ 240,391	\$ 26,360	\$ 402,234
District Attorney - Confiscated Property	-	-	1,158	1,158	100
DOJ - Drug Prosecutor	101,200	101,200	31,388	(69,812)	88,691
DOJ - Pierce/Polk/St. Croix Drug Program	-	-	42,937	42,937	23,605
DA - Traffic OWI Prosecutor	94,800	94,800	82,304	(12,496)	84,583
Other:					
Court Interpreter Fees from State	2,500	2,500	4,845	2,345	3,117
PILT Payments from Districts	-	-	69,927	69,927	57,885
Total Intergovernmental	4,629,588	4,629,588	4,697,053	67,465	4,894,200
Licenses and Permits					
Zoning Permits	118,130	118,130	106,487	(11,643)	100,101
Septic Inspection Fees	82,190	82,190	71,885	(10,305)	74,715
Wisconsin Fund Sanitary Application Fee	-	-	175	175	525
Pesticide Training	-	-	2,315	2,315	1,820
Total Licenses and Permits	200,320	200,320	180,862	(19,458)	177,161
Fines, Forfeitures and Penalties					
County Ordinance Forfeitures	325,000	325,000	270,163	(54,837)	338,651
Public Charges for Services					
Register of Deeds Fees	355,000	355,000	605,893	250,893	465,373
Mediation Fees	8,000	8,000	8,770	770	10,015
Guardian ad Litem Fees	5,000	5,000	8,471	3,471	13,406
Clerk of Court Fees	300,000	300,000	325,021	25,021	340,482
NSF Checks - Clerk of Courts	500	500	585	85	568
Miscellaneous Circuit Court Fees	1,500	1,500	1,313	(187)	1,628
Drug Court Fees	8,000	8,000	5,636	(2,364)	17,023
Register of Probate Fees	20,000	20,000	20,276	276	28,973
Medical Examiner Fees	18,250	18,250	23,550	5,300	17,356
District Attorney Fees	13,800	13,800	22,356	8,556	16,755
Tax Collection Fee	25,000	25,000	24,186	(814)	20,574
County Clerk Fees/Game Licenses	84,650	84,650	90,703	6,053	90,818
Sheriff Fees	205,600	205,600	225,328	19,728	229,770
Board of Prisoners	277,118	277,118	293,247	16,129	345,905
Counteract Revenues	-	-	6,205	6,205	12,265
Central Dispatch Fees	8,904	8,904	8,633	(271)	7,910
Jail Phone System Revenue	15,000	15,000	14,107	(893)	16,168

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011				2010 Actual
	Budgeted Amounts		Actual	Variance - Positive (Negative)	
	Original	Final			
REVENUES (Continued)					
Public Charges for Services (Continued)					
Victim/Witness Fees	\$ -	\$ -	\$ 33	\$ 33	\$ -
Tire Recycling Program	5,770	5,770	5,948	178	5,964
Recycling Education Revenue	300	300	136	(164)	1,145
County Farm	48,600	48,600	46,576	(2,024)	46,575
Child Support Processing Fees	1,000	1,000	6,881	5,881	13,616
County Parks Revenue - Troy	7,000	7,000	8,771	1,771	9,678
County Parks Revenue - Glen Hills	80,000	80,000	95,081	15,081	88,588
County Parks Revenue - Pine Lake	-	-	108	108	71
County Parks Revenue - Perch Lake	23,500	23,500	28,198	4,698	26,710
County Parks Revenue - Improvements	-	-	-	-	23,750
University Extension Charges	7,878	7,878	5,504	(2,374)	2,982
Land and Water Conservation	84,440	84,440	103,964	19,524	107,484
Ag Use Penalty	10,000	10,000	487	(9,513)	22,686
Planning Office Revenues	83,500	83,500	23,504	(59,996)	58,677
Total Public Charges for Services	1,698,310	1,698,310	2,009,471	311,161	2,042,915
Intergovernmental Charges for Services					
Local Governments:					
Elections	25,200	25,200	36,280	11,080	25,015
County Departments:					
Computer Repair and Replacements	-	-	2,612	2,612	4,375
Human Services Building Maintenance	360,636	360,636	371,333	10,697	468,435
Total Intergovernmental Charges for Services	385,836	385,836	410,225	24,389	497,825
Miscellaneous					
Interest:					
General Investments	300,000	300,000	286,105	(13,895)	146,970
Sheriff Confiscated Property	-	-	15	15	-
Judgments	1,500	1,500	8,738	7,238	4,931
D.A. Confiscated Property	-	-	17	17	20
Other:					
UW Extension					
Innovation Grant	4,000	4,000	2,095	(1,905)	5,814
Rent of County Buildings	40,000	40,000	48,384	8,384	49,980
Department Refund of Unemployment Compensation	30,000	30,000	67,550	37,550	36,897
Miscellaneous	25,700	25,700	10,162	(15,538)	28,207
Total Miscellaneous	401,200	401,200	423,066	21,866	272,819
Total Revenues	31,877,754	31,877,754	32,881,811	1,004,057	28,686,339

ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)

	2011			Variance - Positive (Negative)	2010 Actual
	Budgeted Amounts		Actual		
	Original	Final			
EXPENDITURES					
General Government					
County Board	\$ 70,410	\$ 70,410	\$ 57,628	\$ 12,782	\$ 68,584
Commissions and Committees	62,542	62,542	56,031	6,511	76,001
Legal Notice Publications	1,500	1,500	863	637	292
Clerk of Courts	1,382,838	1,382,838	1,345,578	37,260	1,308,508
Circuit Court	671,356	671,356	644,925	26,431	608,044
Drug Court	117,426	117,426	113,894	3,532	115,586
Medical Examiner	129,387	129,387	125,138	4,249	116,398
Corporation Counsel	494,321	494,321	499,445	(5,124)	464,370
Victim/Witness Program	246,902	246,902	255,805	(8,903)	226,303
Victim/Witness - VOCA	73,793	73,793	69,946	3,847	69,043
District Attorney	614,714	614,714	615,739	(1,025)	581,729
District Attorney's Confiscated Assets	-	-	1,828	(1,828)	693
District Attorney Drug Prosecution	101,200	101,200	85,260	15,940	88,691
District Attorney Traffic/DWI Prosecutor	94,800	94,800	82,304	12,496	84,582
Administrative Coordinator	166,464	166,464	174,940	(8,476)	167,776
County Clerk	281,093	281,093	281,414	(321)	258,674
Elections	59,155	59,155	88,586	(29,431)	85,744
Personnel and Recruitment	367,813	367,813	373,690	(5,877)	360,853
Information Technology	1,091,253	1,091,253	1,089,233	2,020	950,297
Computer Services Repair and Replacement	-	-	4,604	(4,604)	1,875
Finance Department	363,631	363,631	364,285	(654)	446,128
County Treasurer	226,802	226,802	225,441	1,361	228,131
Independent Auditing	45,000	45,000	45,051	(51)	36,550
Special Accounting	6,345	6,345	5,795	550	11,345
General County Buildings	2,380,428	2,380,428	2,327,711	52,717	2,370,805
Register of Deeds	374,530	374,530	400,121	(25,591)	343,922
Real Property Lister	138,121	138,121	126,160	11,961	126,318
Judgments and Losses	7,434	7,434	7,434	-	7,434
Unemployment Compensation	30,000	30,000	67,550	(37,550)	36,897
Sundry Expenditures	16,000	16,000	40,435	(24,435)	29,876
Total General Government	9,615,258	9,615,258	9,576,834	38,424	9,271,449
Public Safety					
Sheriff	5,965,128	5,965,128	5,779,868	185,260	5,730,020
Sheriff - Confiscated Property	-	-	-	-	6,603
St. Croix/Polk Drug Program	-	-	28,316	(28,316)	8,826
Sheriff Counteract	-	-	11,961	(11,961)	6,817
Sheriff Towing	3,500	3,500	3,961	(461)	7,180
Forensic Science Equipment Grant	-	-	-	-	10,491

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011			Variance - Positive (Negative)	2010 Actual
	Budgeted Amounts		Actual		
	Original	Final			
EXPENDITURES (Continued)					
Public Safety (Continued)					
Central Communications Center	\$ 1,697,658	\$ 1,697,658	\$ 1,675,947	\$ 21,711	\$ 1,538,712
County Jail	3,777,199	3,777,199	3,449,277	327,922	3,317,507
Emergency Government	88,657	88,657	90,617	(1,960)	104,457
Emergency Planning (SARA)	52,347	52,347	61,558	(9,211)	52,575
Homeland Security Grants	-	-	18,811	(18,811)	32,794
Total Public Safety	11,584,489	11,584,489	11,120,316	464,173	10,815,982
Public Works					
Transportation:					
Highway Department (see Schedule G-1)	6,612,210	6,612,210	6,612,210	-	6,507,330
Sanitation:					
Hazardous Waste Disposal	48,881	48,881	46,740	2,141	44,283
Recycling	282,398	282,398	247,166	35,232	282,688
Total Sanitation	331,279	331,279	293,906	37,373	326,971
Total Public Works	6,943,489	6,943,489	6,906,116	37,373	6,834,301
Health and Human Services					
Child Support	646,895	646,895	636,698	10,197	607,283
Veterans Service Officer	247,254	247,254	245,438	1,816	228,476
Veterans Relief	8,700	8,700	8,342	358	7,448
County Farm	1,000	1,000	-	1,000	9,767
Total Health and Human Services	903,849	903,849	890,478	13,371	852,974
Culture, Recreation and Education					
Municipal Library Allocations	941,067	941,067	941,201	(134)	778,646
Parks Admin	127,916	127,916	122,123	5,793	113,001
Troy Park	1,497	1,497	1,628	(131)	8,030
Glen Hills Park	253,819	253,819	265,681	(11,862)	258,634
Perch Lake Park	152,329	152,329	120,088	32,241	117,803
Pine Lake Park	11,300	11,300	4,421	6,879	8,136
Bass Lake Park	3,000	3,000	707	2,293	45
County Parks Outlay	6,400	6,400	6,045	355	27,398
Park Improvement	-	-	-	-	3,422
Park Dedication fees	-	-	-	-	44,234
Apple River	1,420	1,420	610	810	348
Squaw Lake Boat Landing	2,000	2,000	458	1,542	24
Snowmobile Trail Maintenance	54,150	54,150	83,051	(28,901)	110,444
Snowmobile Trail - Wildwood	2,200	2,200	2,441	(241)	8,912
Fairgrounds Maintenance	43,500	43,500	43,500	-	43,500
University Extension	329,154	329,154	313,288	15,866	306,174
University Extension - Innovation	4,000	4,000	516	3,484	2,201
Total Culture, Recreation and Education	1,933,752	1,933,752	1,905,758	27,994	1,830,952

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011				2010 Actual
	Budgeted Amounts		Actual	Variance - Positive (Negative)	
	Original	Final			
EXPENDITURES (Continued)					
Conservation and Development					
Economic Development Grant	\$ 55,494	\$ 55,494	\$ 55,225	\$ 269	\$ 54,414
Regional Planning Commission	55,133	55,133	55,133	-	58,342
County Planning Office	405,926	405,926	348,111	57,815	325,386
Westcap Grant and Contribution	4,000	4,000	4,000	-	3,500
Zoning	475,403	475,403	463,928	11,475	439,646
Septic Inspections	150,508	150,508	150,796	(288)	149,214
Glen Hills Watershed Project	-	-	-	-	10,535
Kinnickinnic Watershed	-	-	-	-	349
Conservation Programs	7,145	7,145	4,886	2,259	8,511
Land Conservation	697,776	697,776	673,011	24,765	686,686
Information and Education Grant	-	-	-	-	5,975
LCC Cost Share Program	-	-	-	-	479
Resource Management - Targeted	-	-	11,512	(11,512)	126,884
Resource Management - Cost Share	57,210	57,210	63,299	(6,089)	91,947
Wildlife Damage Claims	21,600	21,600	16,361	5,239	18,079
Youth Forestry	-	-	-	-	4,920
Pesticide Training	-	-	2,123	(2,123)	937
Total Conservation and Development	<u>1,930,195</u>	<u>1,930,195</u>	<u>1,848,385</u>	<u>81,810</u>	<u>1,985,804</u>
Total Expenditures	<u>32,911,032</u>	<u>32,911,032</u>	<u>32,247,887</u>	<u>663,145</u>	<u>31,591,462</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,033,278)	(1,033,278)	633,924	1,667,202	(2,905,123)
OTHER FINANCING SOURCES (USES)					
Transfers In:					
From Sales Tax Fund	-	-	-	-	4,191,028
From Health and Human Services Fund	-	-	-	-	1,943,421
Transfers Out:					
To Human Services Fund	-	-	-	-	(48,600)
To Internal Service Funds - Taxes	(209,606)	(209,606)	(209,606)	-	(196,874)
To Internal Service Funds - Other	(236,651)	(236,651)	-	236,651	(266,530)
Proceeds from Sale of Capital Assets	-	-	29,480	29,480	5,137
Total Other Financing Sources (Uses)	<u>(446,257)</u>	<u>(446,257)</u>	<u>(180,126)</u>	<u>266,131</u>	<u>5,627,582</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,479,535)</u>	<u>\$ (1,479,535)</u>	<u>453,798</u>	<u>\$ 1,933,333</u>	<u>2,722,459</u>
Fund Balance - Beginning of Year, as Restated			<u>18,332,280</u>		<u>13,367,637</u>
FUND BALANCE - END OF YEAR			<u>\$ 18,786,078</u>		<u>\$ 16,090,096</u>

SCHEDULE C-1

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR DECEMBER 31, 2010)**

	2011	2010
ASSETS		
Current Assets:		
Cash Held by County Treasurer	\$ -	\$ 2,209,604
Petty Cash	877	877
Taxes Receivable	4,768,970	5,106,969
Workshop Accounts Receivable	350,744	42,970
Other Accounts Receivable, Net	700,998	704,480
Due from Other Governmental Units	2,769,611	268,231
Inventories	1,602	1,602
Prepaid Expenses	3,871	7,380
Total Current Assets	8,596,673	8,342,113
Restricted Assets:		
Donation Fund Cash and Investments	4,160	5,222
Donation Funds Held by County Treasurer	41,024	39,130
Total Restricted Assets	45,184	44,352
 Total Assets	\$ 8,641,857	\$ 8,386,465
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 359,138	\$ 477,820
Accrued Payroll	402,539	424,534
Due Other Governmental Units	449,077	442,028
Due to General Fund for Cash Overdraft	769,074	-
Deferred Revenue	5,469,968	5,809,741
Juvenile Restitution	214	297
Total Liabilities	7,450,010	7,154,420
FUND BALANCE		
Nonspendable for Prepayments	3,871	7,380
Nonspendable for Inventories	1,602	1,602
Restricted for Donations	45,184	44,352
Assigned for Health and Human Services Programs	1,141,190	1,178,711
Total Fund Balance	1,191,847	1,232,045
 Total Liabilities and Fund Balance	\$ 8,641,857	\$ 8,386,465

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
PROGRAM REVENUES DETAILED BY SOURCE
YEAR ENDED DECEMBER 31, 2011**

Program Revenue Classification	Total	Federal and State Grants and Aids			Charges for Services			Miscellaneous	
		Program Funding	Other Aids		Intergovernmental	Internal Programs	Other	Rents	Other
			BCA	WIMCR					
Human Services Administration	\$ 527,781	\$ (29,779)	\$ -	\$ 471,981	\$ -	\$ -	\$ -	\$ 4,792	\$ 80,787
Alcoholism and Drug Abuse	610,111	173,445	-	-	-	-	436,666	-	-
Mental Health Services	2,696,058	701,441	1,186,791	-	36,619	-	771,207	-	-
Family and Children Services	1,390,812	798,777	513,309	-	-	-	78,726	-	-
Economic Support	999,795	954,187	-	-	-	-	45,608	-	-
Coordinated Family Services/SED	2,680,939	2,188,878	-	-	-	197,104	294,957	-	-
Public Health Administration	250,778	212,889	-	-	4,201	-	31,860	-	1,828
Other Public Health Programs	958,467	449,152	-	-	-	-	509,315	-	-
Total Program Revenues	\$ 10,114,741	\$ 5,448,990	\$ 1,700,100	\$ 471,981	\$ 40,820	\$ 197,104	\$ 2,168,339	\$ 4,792	\$ 82,615

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
DETAIL OF HUMAN SERVICES PROGRAM EXPENSES – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011		Variance Positive (Negative)	2010 Actual
	Budget	Actual		
Human Services Administration	\$ 1,337,034	\$ 1,346,433	\$ (9,399)	\$ 1,232,198
Alcoholism and Drug Abuse:				
Outpatient	545,544	516,495	29,049	524,555
Detoxification	137,114	128,808	8,306	125,212
Intoxicated Drivers	115,000	123,877	(8,877)	135,456
Total Alcoholism and Drug Abuse	797,658	769,180	28,478	785,223
Mental Health Services:				
Outpatient	751,605	667,774	83,831	685,230
Emergency Services	343,427	289,464	53,963	260,642
Community Support	797,027	866,403	(69,376)	923,178
Institute for Mental Disease Relocation	187,407	197,447	(10,040)	135,219
Inpatient Purchased Services	140,000	221,093	(81,093)	199,863
IMD Services	-	185,685	(185,685)	87,241
COP Behavioral Health	444,000	456,530	(12,530)	408,911
LT Inpatient Purchased Services	120,000	47,186	72,814	-
Domestic Abuse/Turning Point	-	-	-	-
Transitional Living	360,000	238,280	121,720	298,161
Psychiatry/Psychology	373,300	377,295	(3,995)	364,219
Unallocated	100,000	-	100,000	-
Total Mental Health Services	3,616,766	3,547,157	69,609	3,362,664
Family and Children's Services:				
Child Protection Intake Program	1,144,585	565,180	579,405	510,877
Child Protection Ongoing Program	46,547	541,088	(494,541)	517,216
CPS Child Care Institutions	103,680	121,951	(18,271)	122,045
CPS Group Home	15,000	3,193	11,807	-
CPS Foster Care	135,000	72,967	62,033	100,377
CPS Treatment Foster Care	40,000	561	39,439	37,096
CPS Shelter Care	40,000	18,773	21,227	35,181
CPS Respite Care	18,000	9,748	8,252	20,196
CPS Special Care	-	-	-	9,850
F/C Alternate Care Recruitment	6,252	114,096	(107,844)	118,085
Juvenile Supervision Ongoing Program	802,969	584,920	218,049	568,640
Juvenile Supervision Intake Program	-	128,364	(128,364)	131,072
YA Child Care Institutions	102,600	86,047	16,553	13,662
YA Group Home	132,000	100,284	31,716	57,836
YA Foster Care	25,000	19,378	5,622	10,425
YA Treatment Foster Care	140,000	21,575	118,425	83,627
YA Shelter Care	50,000	39,679	10,321	36,562
YA Respite Care	2,000	-	2,000	1,134
YA Special Care	60,000	-	60,000	37,125
State Facility	60,000	88,967	(28,967)	186,015
Secured Detention	34,000	42,595	(8,595)	20,125
Kinship Base	82,184	93,508	(11,324)	109,865
Total Family and Children's Services	3,039,817	2,652,874	386,943	2,727,011

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
DETAIL OF HUMAN SERVICES PROGRAM EXPENSES – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011		Variance Positive (Negative)	2010 Actual
	Budget	Actual		
Economic Support:				
Economic Support Operations	\$ 948,585	\$ 807,373	\$ 141,212	\$ 868,492
Child Care Administration	77,556	62,427	15,129	59,957
Program Integrity	-	-	-	441
MA Transportation	24,100	62,435	(38,335)	108,436
Fraud Investigation	-	-	-	743
Non-W-2 Funeral/Cemetery	49,000	60,414	(11,414)	73,346
WHEAP Administration	88,545	70,666	17,879	65,961
WHEAP Outreach	-	-	-	549
WHEAP Crisis	-	53,267	(53,267)	18,405
Total Economic Support	1,187,786	1,116,582	71,204	1,196,330
Coordinated Family Services/SED:				
Coordinated Family Services	1,379,283	1,365,452	13,831	975,556
Emotionally Disturbed Children	2,128,445	1,120,466	1,007,979	1,570,896
Develop. Disabled/Autism (2008 in LTS)	470,200	353,200	117,000	605,344
Total Coordinated Family Services/SED	3,977,928	2,839,118	1,138,810	3,151,796
General Relief	1,500	1,500	-	-
Public Health:				
Public Health Operations	961,734	870,861	90,873	850,595
Well Child Screening	-	-	-	131
Immunization Program	-	-	-	1,943
Prenatal Care Coordinator	-	-	-	987
Dental Varnish	-	-	-	71
Environmental Health	100,239	97,989	2,250	91,152
Immunization Grant	-	62,291	(62,291)	115,164
PH Agent Status	104,974	108,093	(3,119)	99,358
Lead Poisoning Prevention	-	637	(637)	235
Wisconsin Wins	-	-	-	500
Healthy Lifestyles	-	-	-	41
Prenatal Grants	-	-	-	1,287
MCH Breast Feeding Grant	-	-	-	1,223
MCH - Early Childhood Prevention	-	-	-	699
Cardiovascular Risk Reduction	-	-	-	35

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
DETAIL OF HUMAN SERVICES PROGRAM EXPENSES – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	2011		Variance Positive (Negative)	2010 Actual
	Budget	Actual		
Public Health (Continued):				
Reproductive Health	\$ 315,227	\$ 271,521	\$ 43,706	\$ 256,973
TCB Funds	-	-	-	861
Prevention Vehicle Restraint	-	-	-	104
Bio Terrorism Grant	-	-	-	614
Early Intervention (in LTS in 2008)	392,251	375,287	16,964	405,275
WIC Administration	58,986	93,029	(34,043)	130,467
WIC Nutrition Education	32,792	21,524	11,268	16,599
WIC Breastfeeding	17,570	17,542	28	15,221
WIC Client Services	128,859	71,122	57,737	63,683
WIC Farmers Market	-	-	-	32
Total Other Public Health Programs	<u>2,112,632</u>	<u>1,989,896</u>	<u>122,736</u>	<u>2,053,250</u>
 Total Program Expenses	 <u>\$ 16,071,121</u>	 <u>\$ 14,262,740</u>	 <u>\$ 1,808,381</u>	 <u>\$ 14,508,472</u>

**ST. CROIX COUNTY, WISCONSIN
HEALTH AND HUMAN SERVICES FUND
DETAILED STATEMENT OF CHANGES IN DONATION FUNDS
YEAR ENDED DECEMBER 31, 2011**

<u>Fund Title</u>	<u>Internal Account #</u>	<u>Balance 1/1/11</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Transfers</u>	<u>Balance 12/31/11</u>
DD Campership	22901	\$ 225	\$ 225	\$ -	\$ -	\$ 450
Early Intervention	22902	8,612	1,191	318	-	9,485
Sheltered Workshop	22903	180	-	180	-	-
Child Protection	22915	652	-	-	-	652
James Dollahon	22916	45	-	-	-	45
Employee Fund	22920	3,730	512	-	-	4,242
Parent Aid	22925	2,460	-	-	-	2,460
Birkmose Trust	22928	3,470	-	1,049	-	2,421
Coffee Club	22932	369	-	369	-	-
M.H. Community	22935	3,343	745	350	-	3,738
United Way Reproductive Health	22939	577	-	-	-	577
Prenatal Care	22940	1,071	250	287	-	1,034
Wee Care	22941	53	-	-	-	53
Bike Helmet	22942	294	6	-	-	300
Radon Kits	22944	5,368	1,537	842	-	6,063
Breast Pumps [Electric]	22946	1,635	385	536	-	1,484
Public Health Immunization Coalition	22947	1,527	-	82	-	1,445
Administrative Donations	22950	24	524	-	-	548
PH Medical	22952	1,661	1,134	1,323	-	1,472
CSP Food Service	22956	1,752	267	280	-	1,739
First Breath Mini-grant	22963	3,257	-	328	-	2,929
Independent Living	22965	4,047	-	-	-	4,047
Total		<u>\$ 44,352</u>	<u>\$ 6,776</u>	<u>\$ 5,944</u>	<u>\$ -</u>	<u>\$ 45,184</u>

**ST. CROIX COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	General Obligation Long-Term Debt Redemption Fund	Prior Service Retirement Loan Redemption Fund	Lawsuit Settlement Loan Redemption Fund	2008A G.O Bonds Debt Service	2010A G.O Bonds Debt Service	Totals	
						2011	2010
REVENUES							
Taxes	\$ 364,944	\$ 448,112	\$ 382,258	\$ 537,804	\$ 78,539	\$ 1,811,657	\$ 1,876,001
Miscellaneous:							
Other	-	-	-	-	63,764	63,764	-
Total Revenues	<u>364,944</u>	<u>448,112</u>	<u>382,258</u>	<u>537,804</u>	<u>142,303</u>	<u>1,875,421</u>	<u>1,876,001</u>
EXPENDITURES:							
Debt Service:							
Principal Retirement	403,998	465,000	385,000	440,000	-	1,693,998	1,670,975
Interest and Fiscal Charges	35,111	46,905	5,775	116,519	142,286	346,596	264,046
Total Expenditures	<u>439,109</u>	<u>511,905</u>	<u>390,775</u>	<u>556,519</u>	<u>142,286</u>	<u>2,040,594</u>	<u>1,935,021</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(74,165)	(63,793)	(8,517)	(18,715)	17	(165,173)	(59,020)
OTHER FINANCING SOURCES							
Interfund Transfers:							
From Jail Assessment Special Revenue Fund	55,000	-	-	-	-	55,000	55,000
CHANGE IN FUND BALANCE	(19,165)	(63,793)	(8,517)	(18,715)	17	(110,173)	(4,020)
Fund Balance - Beginning of Year	<u>17,592</u>	<u>63,533</u>	<u>8,887</u>	<u>18,455</u>	<u>(460)</u>	<u>108,007</u>	<u>112,027</u>
FUND BALANCE - END OF YEAR	<u>\$ (1,573)</u>	<u>\$ (260)</u>	<u>\$ 370</u>	<u>\$ (260)</u>	<u>\$ (443)</u>	<u>\$ (2,166)</u>	<u>\$ 108,007</u>

**ST. CROIX COUNTY, WISCONSIN
CAPITAL PROJECTS FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)**

	<u>2011</u>	<u>2010</u>
REVENUES		
Miscellaneous:		
Other	\$ 9,000	\$ -
Interest	6	591
Total Revenues	<u>9,006</u>	<u>591</u>
EXPENDITURES		
Capital Projects:		
General Government	179,216	207,015
Public Safety Projects	28,365	252,769
Health and Human Services	109,967	19,799
Conservation and Development	-	2,763
Total Capital Expenditures	<u>317,548</u>	<u>482,346</u>
Debt Service		
Bond Issue Costs	-	34,843
Total Expenditures	<u>317,548</u>	<u>517,189</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(308,542)	(516,598)
OTHER FINANCING SOURCES		
Proceeds of Long-Term Debt	-	3,360,000
Discount on Debt Issued	-	(9,707)
Transfer to Highway Department Fund	(1,582,972)	(79,290)
Total Other Financing Sources (Uses)	<u>(1,582,972)</u>	<u>3,271,003</u>
NET CHANGE IN FUND BALANCE	(1,891,514)	2,754,405
Fund Balance - Beginning of Year	<u>4,304,215</u>	<u>1,549,810</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,412,701</u>	<u>\$ 4,304,215</u>

ST. CROIX COUNTY, WISCONSIN
HIGHWAY DEPARTMENT ENTERPRISE FUND
DETAILED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2010)

	2011	2010
OPERATING REVENUES		
Charges For Services:		
County Highway Maintenance and Construction [1]	\$ 6,612,210	\$ 6,507,330
State Highway Maintenance and Construction	2,466,842	2,764,798
Local Districts - County Aid Bridge	300,322	115,742
Local Districts - Other	3,726,964	3,874,621
Miscellaneous:		
Other Revenue from State:		
STP/FAS/CHIP Aid/AUP	692,707	1,335,397
Equipment Storage	63,058	94,162
Other	265,757	291,290
Miscellaneous Highway Revenues	260,623	249,873
Vehicle Registration Fees	725,902	720,936
Total Operating Revenues	15,114,385	15,954,149
OPERATING EXPENSES		
Administration and General:		
Administration	498,297	489,781
Public Liability Insurance	60,352	49,460
LRIP (Local Road Improvement Program)	5,520	188
Surveying	176,097	186,853
Engineering	363,340	369,955
Radio Expense	44,903	6,818
Supervision	166,124	161,457
Transportation Cost Pools:		
Machinery Operations	(213,952)	(339,854)
Gravel Pits and Quarries	111,995	(527,616)
Services Provided:		
County:		
General Maintenance	6,089,778	6,151,065
Reconstruction and Betterments	1,743,909	1,150,468
State:		
Highway Maintenance and Construction	2,511,792	2,841,455
Salt Storage	31,062	22,327
Equipment Storage Allocation	22,982	13,570
County Aid Bridge Construction	367,959	227,480
Local Districts	3,571,127	3,795,101
Other Governmental Units	26,421	11,881
Local Departments	185,339	147,079
Other:		
Net Change in Accrued Employee Leave Liabilities	146,087	(24,773)
Amortization of State Contributions Included Above	18,124	18,125
Total Operating Expenses	15,927,256	14,750,820
INCOME (LOSS) BEFORE TRANSFER	(812,871)	1,203,329
INTERFUND TRANSFER		
Transfer From Capital Projects Fund	1,582,972	79,290
CHANGE IN NET ASSETS	770,101	1,282,619
Net Assets - Beginning of Year	11,455,321	10,172,702
NET ASSETS - END OF YEAR	\$ 12,225,422	\$ 11,455,321
[1] Charges to County for Highway Maintenance and Construction Consisted of the Following:		
County Appropriations	\$ 4,813,404	\$ 4,795,854
State Transportation Aids	1,798,806	1,711,476
	\$ 6,612,210	\$ 6,507,330

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2010)**

	[Fund 701]	[Fund 702]	[Fund 703]	[Fund 720]	[Fund 710]	Totals	
	Self-Funded Health Insurance	Self-Funded Workers' Compensation Insurance	Self-Funded Liability Insurance	Retirement Health Savings Account	Health Retirement Liability Account	2011	2010
ASSETS							
Treasurer's Cash and Investments	\$ 2,350,269	\$ 667,151	\$ 2,280,667	\$ 550,860	\$ 337,936	\$ 6,186,883	\$ 4,786,458
Cash and Investments Held by Fiscal Agent	-	66,734	350,000	-	-	416,734	408,488
Total Assets	<u>2,350,269</u>	<u>733,885</u>	<u>2,630,667</u>	<u>550,860</u>	<u>337,936</u>	<u>6,603,617</u>	<u>5,194,946</u>
LIABILITIES							
Accounts Payable	58,271	759	96,555	-	13,855	169,440	188,827
Accrued Payroll	-	14,396	2,181	-	-	16,577	4,095
Accrued Claims/Losses Payable	1,821,367	700,423	615,726	-	-	3,137,516	2,034,403
Total Liabilities	<u>1,879,638</u>	<u>715,578</u>	<u>714,462</u>	<u>-</u>	<u>13,855</u>	<u>3,323,533</u>	<u>2,227,325</u>
NET ASSETS - UNRESTRICTED	<u>\$ 470,631</u>	<u>\$ 18,307</u>	<u>\$ 1,916,205</u>	<u>\$ 550,860</u>	<u>\$ 324,081</u>	<u>\$ 3,280,084</u>	<u>\$ 2,967,621</u>

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2010)**

	[Fund 701]	[Fund 702]	[Fund 703]	[Fund 720]	[Fund 710]	Totals	
	Self-Funded Health Insurance	Self-Funded Workers' Compensation Insurance	Self-Funded Liability Insurance	Retirement Health Savings Account	Health Retirement Liability Account	2011	2010
OPERATING REVENUES							
Charges for Services	\$ 9,098,513	\$ 427,983	\$ 796,584	\$ -	\$ 621,242	\$ 10,944,322	\$ 7,480,722
OPERATING EXPENSES							
Premiums and Claims	9,789,305	511,700	753,019	189,592	513,103	11,756,719	7,727,077
Administrative	20,105	74,128	62,462	-	-	156,695	27,152
Total Operating Expenses	9,809,410	585,828	815,481	189,592	513,103	11,913,414	7,754,229
OPERATING INCOME (LOSS)	(710,897)	(157,845)	(18,897)	(189,592)	108,139	(969,092)	(273,507)
NONOPERATING REVENUES							
Interest Revenue	-	-	71,949	-	-	71,949	84,695
INCOME (LOSS) BEFORE TRANSFERS	(710,897)	(157,845)	53,052	(189,592)	108,139	(897,143)	(188,812)
OTHER FINANCING SOURCES:							
Transfer In from General Fund	49,971	-	-	159,635	-	209,606	463,404
Transfer In from Health and Human Services	1,000,000	-	-	-	-	1,000,000	-
Total Other Financing Sources (Uses)	1,049,971	-	-	159,635	-	1,209,606	463,404
CHANGE IN NET ASSETS	339,074	(157,845)	53,052	(29,957)	108,139	312,463	274,592
Net Assets (Deficits) - Beginning of Year	131,557	176,152	1,863,153	580,817	215,942	2,967,621	2,693,029
NET ASSETS - END OF YEAR	<u>\$ 470,631</u>	<u>\$ 18,307</u>	<u>\$ 1,916,205</u>	<u>\$ 550,860</u>	<u>\$ 324,081</u>	<u>\$ 3,280,084</u>	<u>\$ 2,967,621</u>

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2011**

	[Fund 701]	[Fund 702]	[Fund 703]	[Fund 720]	[Fund 710]	
	Self-Funded Health Insurance	Self-Funded Workers' Compensation Insurance	Self-Funded Liability Insurance	Retirement Health Savings Account	Health Retirement Liability Account	Totals
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received for Goods and Services:						
County/Departments	\$ 9,098,513	\$ 427,983	\$ 796,584	\$ -	\$ 621,242	\$ 10,944,322
Cash Payments for Claims/Premiums/Administration	(8,822,268)	(315,379)	(968,419)	(189,592)	(521,548)	(10,817,206)
Net Cash Provided (Used) by Operating Activities	276,245	112,604	(171,835)	(189,592)	99,694	127,116
CASH FLOWS FROM NONINVESTING ACTIVITIES						
Transfers In from General Fund	49,971	-	-	159,635	-	209,606
Transfers In from Health and Human Services Fund	1,000,000	-	-	-	-	1,000,000
Net Cash Provided by NonInvesting Activities	1,049,971	-	-	159,635	-	1,209,606
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest on Investments	-	-	71,949	-	-	71,949
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS						
	1,326,216	112,604	(99,886)	(29,957)	99,694	1,408,671
Cash and Cash Equivalents - Beginning of Year	1,024,053	621,281	2,730,553	580,817	238,242	5,194,946
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,350,269</u>	<u>\$ 733,885</u>	<u>\$ 2,630,667</u>	<u>\$ 550,860</u>	<u>\$ 337,936</u>	<u>\$ 6,603,617</u>
RECONCILIATION OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (710,897)	\$ (157,845)	\$ (18,897)	\$ (189,592)	\$ 108,139	\$ (969,092)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:						
Change in Assets and Liabilities:						
Increase (Decrease) in Accounts Payable	(47,235)	86	36,207	-	(8,445)	(19,387)
Increase (Decrease) in Accrued Payroll	-	11,533	949	-	-	12,482
Increase (Decrease) in Accrued Claims/Losses Payable	1,034,377	258,830	(190,094)	-	-	1,103,113
Net Cash Provided (Used) by Operating Activities	<u>\$ 276,245</u>	<u>\$ 112,604</u>	<u>\$ (171,835)</u>	<u>\$ (189,592)</u>	<u>\$ 99,694</u>	<u>\$ 127,116</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS						
Cash and Investments:						
Treasurer's Cash and Investments	\$ 2,350,269	\$ 667,151	\$ 2,280,667	\$ 550,860	\$ 337,936	\$ 6,186,883
Cash and Investments Held by Fiscal Agent	-	66,734	350,000	-	-	416,734
Cash and Cash Equivalents	<u>\$ 2,350,269</u>	<u>\$ 733,885</u>	<u>\$ 2,630,667</u>	<u>\$ 550,860</u>	<u>\$ 337,936</u>	<u>\$ 6,603,617</u>

**ST. CROIX COUNTY, WISCONSIN
ALLOCATION OF INTERNAL SERVICE FUNDS FOR GOVERNMENT-WIDE STATEMENTS
YEAR ENDED DECEMBER 31, 2011**

	Health Insurance Funds	Workers' Compensation Insurance Fund	Liability Insurance Fund	Health Retirement Savings Fund	Health Retirement Liability Fund	Total Amounts Allocated
Allocation of Operating (Income) Loss:						
Governmental Activities:						
General Government	\$ 124,390	\$ 13,145	\$ 1,483	\$ 33,174	\$ (18,922)	\$ 153,270
Public Safety	141,421	17,134	7,163	37,716	(21,512)	181,922
Sanitation	2,106	49	58	562	(320)	2,455
Health and Human Services	211,744	39,295	2,694	56,471	(32,210)	277,994
Culture, Recreation and Education	7,784	831	883	2,076	(1,184)	10,390
Conservation and Development	22,804	2,472	1,640	6,081	(3,469)	29,528
Governmental Activities Allocation	510,249	72,926	13,921	136,080	(77,617)	655,559
Business-Type Activities:						
Nursing Home	116,387	40,944	2,923	31,040	(17,704)	173,590
Highway Department	84,261	43,975	2,053	22,472	(12,818)	139,943
Business-Type Activities Allocation	200,648	84,919	4,976	53,512	(30,522)	313,533
Operating (Income) Loss Allocation	<u>\$ 710,897</u>	<u>\$ 157,845</u>	<u>\$ 18,897</u>	<u>\$ 189,592</u>	<u>\$ (108,139)</u>	<u>\$ 969,092</u>
Allocation of Interest Income:						
Governmental Activities	\$ -	\$ -	\$ 53,005	\$ -	\$ -	\$ 53,005
Business-Type Activities	-	-	18,944	-	-	18,944
Interest Income Allocation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,949</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,949</u>
Allocation of Interfund Transfers:						
Governmental Activities	\$ 1,049,971	\$ -	\$ -	\$ 159,635	\$ -	\$ 1,209,606
Business-Type Activities	-	-	-	-	-	-
Interfund Transfers Allocation	<u>\$ 1,049,971</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 159,635</u>	<u>\$ -</u>	<u>\$ 1,209,606</u>
Allocation of Year-End Net Assets:						
Governmental Activities:						
Treasurer's Cash and Investments	\$ 2,666,135	\$ (1,588,613)	\$ 1,602,235	\$ 687,284	\$ 244,412	\$ 3,611,453
Cash and Investments Held by Fiscal Agent	-	(158,906)	245,885	-	-	86,979
Accounts Payable	(66,102)	-	(67,833)	-	(10,021)	(143,956)
Accrued Payroll	-	1,807	(1,532)	-	-	275
Accrued Claims/Losses Payable	(2,066,151)	1,702,120	(432,565)	-	-	(796,596)
Fund Balance - Beginning	5,840	(29,334)	(1,307,106)	(663,729)	(156,774)	(2,151,103)
Changes in Net Assets (from above)	(539,722)	72,926	(39,084)	(23,555)	(77,617)	(607,052)
Governmental Activities Allocation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Business-Type Activities:						
Treasurer's Cash and Investments	\$ (315,866)	\$ 2,255,764	\$ 678,432	\$ (136,424)	\$ 93,524	\$ 2,575,430
Cash and Investments Held by Fiscal Agent	-	225,640	104,115	-	-	329,755
Accounts Payable	7,831	-	(28,722)	-	(3,834)	(24,725)
Accrued Payroll	-	(2,566)	(649)	-	-	(3,215)
Accrued Claims/Losses Payable	244,784	(2,416,939)	(183,161)	-	-	(2,355,316)
Fund Balance - Beginning	(137,397)	(146,818)	(556,047)	82,912	(59,168)	(816,518)
Changes in Net Assets (from above)	200,648	84,919	(13,968)	53,512	(30,522)	294,589
Business-Type Activities Allocation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CROIX COUNTY, WISCONSIN
 AGENCY FUNDS
 COMBINING BALANCE SHEET
 DECEMBER 31, 2011

	Tax Agency	Sheriff	Clerk of Court	Totals
ASSETS				
Treasurer's Cash and Investments	\$ 11,568,373	\$ -	\$ -	\$ 11,568,373
Departmental Cash and Investments	-	51,541	887,726	939,267
Taxes Receivable:				
Current Apportionment	1,244,245	-	-	1,244,245
Special Assessment Tax Certificates	359,960	-	-	359,960
Accounts Receivable	3,512	-	189	3,701
Total Assets	<u>\$ 13,176,090</u>	<u>\$ 51,541</u>	<u>\$ 887,915</u>	<u>\$ 14,115,546</u>
LIABILITIES				
Due Other Governmental Units:				
Current Taxes Due State	\$ 1,244,245	\$ -	\$ -	\$ 1,244,245
Current Tax Roll Collections Due Districts	11,557,739	-	-	11,557,739
Accounts Payable	14,146	-	160,090	174,236
Special Deposits	-	51,541	727,825	779,366
District's Equities in Uncollected Taxes	359,960	-	-	359,960
Total Liabilities	<u>\$ 13,176,090</u>	<u>\$ 51,541</u>	<u>\$ 887,915</u>	<u>\$ 14,115,546</u>